

# Cedar City

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## CITY COUNCIL MEETING FEBRUARY 26, 2014

### Mayor

Maile L. Wilson

### Council Members

Ronald R. Adams  
John Black  
Paul Cozzens  
Don Marchant  
Fred C Rowley

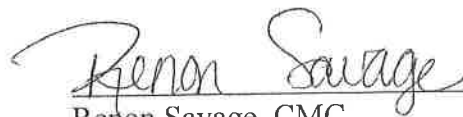
### City Manager

Rick Holman

The City Council will hold a regular meeting on Wednesday, February 26, 2014, at 5:30 p.m., in the Council Chambers at the City Office, 10 North Main Street, Cedar City, Utah. The agenda will consist of the following items:

- I. Call to Order
- II. Agenda Order Approval
- III. Administration Agenda
  - Mayor and Council Business
  - Staff Comment
- IV. Public Agenda
  - Public Comments
    - CDA/AT Presentation
- V. Business Agenda
  - Public
    - Consent Agenda
      1. Approval of minutes dated February 5 & 12, 2014
      2. Approval of bills dated February 20, 2014
      3. Approve an agreement with Workforce Services to allow adult and youth paid internships, unpaid internships, and on the job training programs – Natasha Hirschi
      4. Approve a cooperative agreement with the Cedar City/Iron County Tourism Bureau for a \$9,300 grant – Dan Rodgerson
      5. Approve a MOU with the Utah Attorney General's Internet Crimes Against Children Investigative Division – Chief Allinson
    - Action Agenda
      6. Consider a raw land lease at the Airport – Dan & Gloria Jones/Russ Volk
      7. Approve a resolution making changes to the Airport Rate and Fee Schedule – Russ Volk
      8. Consider an ordinance amending Chapter 11, Animal Control to allow for cat foster care program – Chief Allinson
      9. Audit Presentation

Dated this 24<sup>th</sup> day of February, 2014.

  
Renon Savage, CMC  
City Recorder



**COUNCIL MINUTES**  
**FEBRUARY 5, 2014**

The City Council held a meeting on Wednesday, February 5, 2014, at 5:30 p.m., in the Council Chambers, 10 North Main Street, Cedar City, Utah.

**MEMBERS PRESENT:** Mayor Maile Wilson; Councilmembers: Ron Adams; John Black; Paul Cozzens; Fred Rowley; Don Marchant.

**STAFF PRESENT:** City Manager Rick Holman; City Attorney Paul Bittmenn; City Engineer Kit Wareham; City Recorder Renon Savage; Finance Director Jason Norris; Police Chief Robert D. Allinson; Leisure Services Director Dan Rodgerson; Public Works Director Ryan Marshall; Parks Superintendent Wally Davis; Senior Engineer Jonathan Stathis.

**OTHERS PRESENT:** Glen W. Shorey, Betsy Carlile, Melodie Jett, Tom Jett, Ron Larsen, Haven Scott, George Pappas, John Pappas, Mike McHugh, Lacey Warren, Briana Twitchell, Cassie Jenkins, Rochelle Blatter, Christian Blatter, Lynne Brown, Dennis R. Johnson, Krue Johnson, Cassidy Thomas, Collette Barclay, Derek Morton.

**CALL TO ORDER:** Pastor Bob Sharp of the Trinity Lutheran Church gave the opening prayer; the pledge of allegiance was led by Councilmember Marchant.

**AGENDA ORDER APPROVAL:** Councilmember Black moved to approve the agenda order; second by Councilmember Marchant; vote unanimous.

**ADMINISTRATION AGENDA – MAYOR AND COUNCIL BUSINESS; STAFF**

**COMMENTS:** ■ Mayor – on Monday a number of us went to the State Legislature and presented to the infrastructure sub-committee for the SWATC building, we received a good response. Also, it was Chilly Dip last week, I missed the Councilmembers. ■ Rick – I gave you a report on the Aquatic Center revenues that Dan sent me today.

**PUBLIC COMMENTS:** ■ Glen Shorey, I became aware of a problem 2 weeks ago when visiting at Emerald Pointe, a lady I was visiting was swindled money from a friend of theirs, it happened on November 17<sup>th</sup> and she reported it on December 3<sup>rd</sup>, a week ago Monday she was upset knowing nothing has happened. The address the lady gave the police they thought was incorrect, I checked the address, it was correct, I left a message for the detective and came in and called again and then the receptionist told me that the \$4,000 was not a high priority and the detectives had been unable to get to it. I thought if I talked with the Mayor and Council you could find emergency funding for the police department to go after crimes like this.

**REQUEST TO REMOVE APPROXIMATELY 60 FOOT SECTION OF THE CENTER ISLAND IN THE VICINITY OF 701 NORTH AVIATION WAY – JOHN PAPPAS OF ROOFERS SUPPLY/MIKE MCHUGH, UTAH**

**COMMERCIAL CONTRACTORS:** Mike McHugh and John Pappas – we built the

facility last year and the biggest problem is getting the large trucks getting into the driveway, it is difficult. We want to move 60 feet out of the island, there are other sections that have been compromised. We just want to remove enough to make it easier for us to get in and out. Marchant – does that do anything to us? Kit – I thought they needed to come to council; the islands were required to go in by previous councils for the esthetics of the Airport. Rowley – would we require the northern one to be extended? Kit – you can require what you want. This opening was the original opening between the two planter strips; this one was made when Coca Cola built their facility. You can decide if you want to modify. When this came to Project Review there was a lot of discussion on the opening and getting the development to fit the opening, at that time they said they could work with what was there. Black – are you proposing the changes be made on the City dime or your dime? Mr. Pappas – our dime. Cozzens – I think we need to work with the companies to do business; I don't think 60 feet will impact much. Mr. Pappas – our landscaping matches. Wally Davis – there was concern in Project Review. I don't have a problem with moving the opening if they extend the north one and shorten the south one and take care of irrigation issues. We did it with Coca Cola and Sunroc and we want to make sure it is enough that it is large enough so trucks don't run over it. Council – why extend the north one. Marchant – there are trees there and they bring birds and birds are bad for the Airport. Adams – what discussion happened previously because most of the land was vacant. I think this will come up more often. Wally – I wasn't involved originally. Rowley – it looks like a developer making an island and then cutting when business comes in. Mr. Pappas – we may want to go another 5 feet to make sure. Marchant – I think it is a moot point. Black – coordinate with Wally for the irrigation. Wally – there will need to be some redoing on the irrigation. Kit – there is casing under the asphalt so it would need to be extended. Mr. McHugh – we will take care of that. Consent.

**CONSIDER A CONTRACT WITH FESTIVAL COUNTRY K-9 FOR THE LEASE OF FLY BALL EQUIPMENT – FESTIVAL COUNTRY K-9/PAUL BITTMENN:**

Lynn Browne, Vice President – we have met on RAP tax and we are doing a few little changes.

Paul – the RAP tax allows us to spend money on publically recreation facilities and so the City will own it and lease it.

Lynne – there is a few changes on the equipment. The major changes we were going to have a large storage trailer, instead we have a building that is secured on the property of Diane and Bruce Gill and we will use a covered truck to transport the equipment. We also want insurance changed to \$2 million.

Marchant – you say the equipment is for qualifying events for competition. Tell me about that, where do we go? Lynn – flayball is like a relay race on tracks with jumps and barriers and they hit a box that releases balls and they get the ball and run back, they are 4 dog team. Any dog can do it, it is lot of fun. Marchant – where do you go for competition? We used Cedar Middle School grass field last year and they brought their equipment. That event drew a few hundred people and it was fun and more people want

to do it. Rowley – where was the insurance? Paul – it was \$3 million they asked to change to \$2 million, but we have an item later that will change it to \$1 million. They have bought their insurance already for this year. Cozzens – what is YETI? Paul – I am not sure, either \$1 or \$2 million. The dogs and flyball will have different risks than kids on ice skates. Rowley – it was mentioned that the Police could use it? Lynne – they can use the agility equipment. Marchant – the Middle School is a great place. Action.

**CONSIDER A RESOLUTION AMENDING THE CITY'S MASTER PLANNED LAND USE FROM INDUSTRIAL AND HEAVY MANUFACTURING TO BUSINESS AND LIGHT MANUFACTURING ON PROPERTY LOCATED IN THE VICINITY OF KITTY HAWK WAY AND BULLDOG ROAD – RON LARSEN OF IN SITE ENGINEERING/PAUL BITTMENN:**

Ron – the current property we have been discussing is I&M-2 which is for heavy manufacturing and gravel pits. The property south of the channel we want to zone I&M-1 which allows other uses, in order to do that we need to modify the General Plan. This amends the General Plan to go up to the channel and include the property with the south part. Marchant – is this Jones property? Ron – it is the Coal Creek and a portion of the Jones property.

Paul – a quick spill, the land use plan is how we want the city to do when it is developed, we went through quite a process, and it took a number of years and a lot of public input. There is an entire document that has goals and objectives. The amendment on the general land use plan is to extend to the channel. Rowley – the structures to the west of the road are more befitting to light industrial. Paul - There is a natural break with I-15 on the east and Coal Creek Road on the North. The zoning ordinance is a tool to get where the land use plan wants you to go. They will be public hearings next week. Action.

**CONSIDER AN ORDINANCE AMENDING THE CITY'S ZONE FROM INDUSTRIAL AND MANUFACTURING-2 TO (I&M-2) TO INDUSTRIAL AND MANUFACTURING-1 (I&M-1) ON PROPERTY LOCATED IN THE VICINITY OF KITTY HAWK AND BULLDOG ROAD – RON LARSEN OF IN SITE ENGINEERING/PAUL BITTMENN:**

Ron – it is now I&M-2, we would extend the I&M-1, across the freeway is I&M-1 also. Paul – you still have the natural breaks. Ron – smaller buildings are not allowed in I&M-2. Black – on the north boundary what side of the bridge? Ron – south side, it borders the piece that Coal Creek Irrigation will eventually own, it remains I&M-2. Action.

**REVIEW OF THE MUNICIPAL WASTEWATER PLANNING PROGRAM – DARRELL OLMSTED:**

Darrell – the Municipal Wastewater Planning Program is a snapshot look at all facilities in the State of Utah, they do that to rank the facilities for funding. It requires a resolution approved by the City Council so you are aware of the report and its findings. Rowley – Kit took me out on the Christmas Holiday and it is very nicely maintained. August & November we went over our 80%, what causes that? Darrell – maintenance or something toxic coming into the facility or maintenance. We take down portions, drain tanks to clean and when we do it upsets the facility. A treatment plant does not fix itself tomorrow, it takes weeks or months. Rowley – we got points for giving stuff away instead of giving it to the public. Darrell – no. there are 3

ways to dispose of biosolids, landfill, apply to land in large quantities, or give to the public, and that is what we do. There are 3 types, general, Class A and Class B, general we dispose of without any contacts, Class B you can give to a farmer and there are some restrictions and Class A we give away. Cozzens – it is amazing what that will do for your lawn. Rowley – what is with the operations manual? Darrell – we only change or modify if we add to it. Rowley – it is a nice report.

Cozzens – Robert Fulton with the algae proposal, what is your opinion? Now we are spending money on nitrate mitigation, is there enough left for his proposal to work? Darrell – I don't know, we will cut nitrate in half. I don't know if he can still grow algae. Rowley – it will come from ground, air or water. Cozzens – what are your thoughts? Darrell – I am for increasing business, but now we cannot pond water, we would have to meet our current limits. Anything we do we have to get permission from the State; it is a significant modification, initial contact they didn't have a problem. If it doesn't work I would want the property returned to normal state. The property he is looking at is prime property and so there are concerns. Rick – I sent an email and draft letter of interest to allow him to move forward on a feasible study which does not obligate us at all. Cozzens – it is all on his dime? Rick – yes. Darrell – he will need our data on effluent to see our nitrogen contents and he will need to look to the future when the modification is done. Action.

**CONSIDER GRANT CONTRACT FOR UDOT FUNDS FROM FY 2012 FOR CATS – RYAN MARSHALL/ TAMMY NAY:** Ryan – Darrell's group does a great job.

What we have before you is a contract with UDOT to obligate funds for the 2012 grant to continue CATS operation. It will allow us to draw down from the grants. The contract is in you packet. Rowley – it was over 80 pages of we can't use foreign steel, only American airplanes, etc. Ryan – there are a lot of regulations, every agency has it, and we have not had any changes over the years. We do have a spot audit and they make sure we track and use American product, Title 6, etc. they make sure we are in compliance. Rowley – do we work with State or Federal? Ryan – the State is the primary recipient so they do the audit. Rowley – is the program worth what we have to do? Ryan – it is since we have everything in place, we have a process to maintain and monitor. Rowley – how much life is left in the buses? Ryan – the vans are 4 year 100,000 miles so they are about 5 year 150,000. We purchased a new bus this year and we will be good for 5 years. We have a van that is 9 or 10 years old. Cozzens – do the grants sometime run out? Ryan – the State receives \$6-8 Million and it is based on a formula so when Congress does an allocation based on population, land use, etc. The state will continue to get the funds consistently unless something drastic happens. There are 6 of us that apply, as more people come in the funds could be stretched, right now there is not anyone applying.

Black – did you deal with this at SunTran? No, it is small urban and the grants came from the FTA to St. George, the same clause and contract. We have a middleman with the State. Black – any match? Ryan – yes, it is in the packet, operation are 50/50, capital is 80/20, and administrative is 80/20. The city portion is about \$10,000. Rowley – does

it really cost \$10 a ride? Ryan – I don't know, every transit system is subsidized, in St. George it was \$2.50-\$3.00, but I have not did the calculations yet. Cozzens – I make a point to look every time I pass the bus and I never see that many riders. Ryan – we have the smallest vans we can use to meet ADA. We have requirements for the peak hours, so it is hard to look at it. When they do matrix they don't look at the number of people during the day, they look at the entire day. Cozzens – we have structures and shelters, I hope we don't look to expand. Black – during the budget cycle, will you provide a worst case scenario if the funds go away. Consent.

**REVIEW BIDS FOR THE CEDAR CANYON WATER TANK REPLACEMENT PROJECT – JONATHAN STATHIS:**

Jonathan – This is the project where we purchased a used tank to replace the existing Cedar Canyon Water tank. We received two bids, they came in over budget by \$50,000, so we hope to use money from projects that came in under budget. Rowley – you want to take out additives 5,6,7,9 what are they? Jonathan – they are alternate items, one is to replace steel, and we won't need to do that. The other is to tear down the tank. Black – is there wiggle room in their? Jonathan – not really, I cut out the alternates that I could. Black – is there an assumption that you could be back asking for additional funding? Jonathan – yes, to tear down the existing tank, we will request that during the budget project. Rowley – would there be any one that would dismantle for scrap? Jonathan – we did that in the bid and it was still \$25,000. Rowley – is Urico a local company? Yes. Black – for the record, I go 4-wheeling with Doug and Holly Urie. Rick – will this decrease capacity? Jonathan – increase capacity and saving money buying a used tank. We feel it is a good opportunity. Kit – the existing location only allowed us to use ½ of the tank, this location we can fill the entire tank. It is the same elevation as the north tank above the Golf Course so they follow each other's level. Consent.

**REVIEW AGREEMENT WITH UDOT FOR MAINTENANCE OF THE LANDSCAPING ON THE RECONSTRUCTED SOUTH INTERCHANGE – KIT WAREHAM:**

Kit – UDOT's policy is that the community to be responsible for the maintenance, the agreement in your packet is what they want to sign. We will have all planted vegetation, decorative fence, painting on structures, any graffiti to be removed in certain time frame and gives us access to maintain and allows us to expand subject to their approval. Black – how far off pavement are they responsible for? Kit – about 15 feet. Kit – the landscape items guaranteed and some could possibly – ornamental fence, painting of poles, colored concrete, landscape wall by Chili's, erosion control, top seeding and all of the painting esthetic. As money is available the additives will include (1) Coreten mountain structures plates on flyover structures; concrete aesthetic treatment on Cross Hollow Structure; Gabion Walls, sign wall; rock mulch type A and B; concrete aesthetic treatment (barrier). Black – in Vegas they anchor it to the fence, could that work? They looked at that. (2) Rock mulch type B; Boulders; (3) Remove additional asphalt; topsoil and seeding of removed areas; and (4) Parapet modification to remove ribs on parapets (I-15/Cross Hollow structure). Action.

**REVIEW AGREEMENT WITH ROCKY MOUNTAIN POWER TO UPGRADE THE POWER SERVICE TO THE WASTEWATER TREATMENT PLANT FOR**

**THE NITRATE REMOVAL PROJECT – KIT WAREHAM:** Kit – with the nitrate project it requires an upgrade of our power service. We are increasing our motors so it needs more amps. There is no money attached, the paybacks are built into our fees on power usage. They are putting in \$65,000 in improvements. Rowley – if we go with the algae will they need more power? Kit – I don't know. Rowley – on #12 we have to give them financial information. Kit – we only have to give it if requested. Consent.

**CONSIDER GRANTING AN EASEMENT TO ROCKY MOUNTAIN POWER TO UPGRADE THE POWER SERVICE TO THE WASTEWATER TREATMENT PLANT FOR THE NITRATE REMOVAL PROJECT – KIT WAREHAM:** Rowley – the lengths are not given to us, will that be filled in? Kit – they gave us a revised agreement and we provided the description of the easement. If you look on the map you can see the actual length of the easement, 318 feet, 146 feet and 90 feet of length. Our contractor will put the trenching and conduit in, it is in their contract. Cozzens – are the motors running 24/7? Kit – there is a lot of start and stop. Cozzens – can we look at slow start? Kit – we are looking at variable speed drives, we are working with RMP. Cozzens – my demand charges are 65% of our bill. Kit – we don't pay a demand charge because we use so much power. We did get an estimate to put in a variable speed drive for energy savings. The capital costs, the estimate is \$95,000, we will have to evaluate that. We are also evaluating the vapor lights. Cozzens – RMP has a good rebate program right now. Kit – we sent in an application yesterday on that, they will see what we can save. Consent.

**CONSIDER A RESOLUTION ESTABLISHING A CITY POLICY RELATED TO EVENT INSURANCE REQUIREMENTS – PAUL BITTMENN:** Paul – there was a time when the city could rely on caps on damages and we had significant accidents and we came in settling \$300,000. The State changed the structure where the caps increase every 2 years for inflation, they are up to \$2.6 million so we looked to shift costs to other entities. As a city there has been a definite push to host events, to have economic activity in our town. We have increasing dollar amount on liability and on events. Staff started working on this, a group worked with our insurance provider to get input. We want to have different liabilities for different events. An event using inflatables will have different risk than quilt block, rodeos and baseball have different liability. We won't identify every event, we tried to create a list of those we won't require insurance on, then next group \$1 million, \$2 million and \$3 million, the department head will look at the list and see where the event fits in and assign the insurance level. If there are questions they will go to the legal department and then to Rick. For \$1 million you will have races, ball tournaments, swim meets, musical concerts, soccer tournaments, not for profit outdoor dances with more than 500 people, fly ball events, bike races, events using the portable stage, road races, triathlon, equestrian events other than rodeos, sports leagues unless specified in a contract and USG; activities requiring \$2 million are events using the portable stage with over 500 in attendance, events with animal rides, inflatables, mechanical rides or amusement devices, climbing walls, food or liquor, soap box derby, or events using the top floor of the parking structure; activities requiring \$3 million are rodeos, carnivals, circus, aircraft or hot air balloons, motorized racing vehicles, participants or events where attendance is greater than 250 and is offering, associated



with or incorporating large animals, interactive inflatable attractions, climbing walls or using any sort of projectile.

Rowley – on a one day event what would the cost be to the event planner? Paul – it depends, the insurance company will ask them a number of questions and then the fee will be determined. Adams – on the musical concerts, are you talking outdoor? Paul – the initial proposal said events in the Heritage Center will not be charged. Every event that comes to you for the inflatables in the park we will charge insurance. Rowley – why not the parades, it seems to me that they ought to be bumped up. Paul – Main Street is not our street, it is UDOT. Most parades are picked up on our insurance. Rick – UDOT requires us to do a permit and that is why we assume the liability. Paul – we could shove that to the event sponsor. Rowley – you are talking outside sponsors? Paul – there has been a lot of discussion on what is city sponsored. Rowley – how much for Renaissance Faire – Paul \$2 million. Rowley – Lion's Parade. Rick – we assume the risk on that parade, we have given guidelines, they can't throw candy from a vehicle.

Rowley – we need a list of what we sponsor and what we don't. Rick – we are working on that. Paul – you bring up a good discussion on which events we sponsor. If there is an event in the park and we require \$2 million and Johnny gets hurt and it is a park maintenance problem, we still pay. Rowley – any idea what a \$2 million policy would cost. Paul – I don't know off the top of my head, but I can send you that information. Rick – the K9 folks when we said \$3 million it was in the thousands, dropping to \$2 million it went down substantially. Rowley – it would be nice to know what the cost would be for an individual. Paul – we have been trying to figure out for 6 months what constitutes a sponsor, etc. If you wait it will be a long time. One reason we are pitching this is so we have continuity in what we ask of people. The problem is the City going to be friend, neighbor, or sponsor. Rowley – without designations can you determine what level they need to pay? Paul – if they ask the legal department we say \$3 million policy. Rowley – it would be a useful document? Paul – yes, if you want us to push parade liability to those putting on the parade. You can put a clause that the City won't pick up the liability on parades, but we need to give them notice, they are used to us picking that up.

Dan – we have been meeting for about 6 months, the committee is to a point that there would be discomfort to the community if they have to pick this up. There are events every weekend in the park, everyone has a good cause, some fees are waived, and some are not. Parades are the least of the worry. Do you charge Sigma Nu for giving Easter eggs in the park? Rick – the other option is to have staff work with the P&R Board since they are involved in most of the facilities. We would love to have a few of you involved. Action.

#### **CONSIDER AMENDMENTS TO THE PURCHASING POLICY – RICK**

**HOLMAN:** Paul – you have a draft to the purchasing policy to attempt to facilitate the issue with State bid list. If you buy something over a certain dollar amount you get bids, quotes or state bid list. This proposal says you still use the State list but shop local to see if they are within 1% of the cost to use local vendor. The challenge is we are not sure all

the time who the local vendors are. Rowley – wouldn't it be the people that submits a bid. Paul – you don't make bids with the State bid. Cozzens – I know the research we did with a few car dealerships. If Parkway or Bradshaw purchased the vehicles it would be 1.25%. If we give the impression to the public that Cedar City has to go to Salt Lake to get vehicles so they get a better deal, how many other people go to Salt Lake because they think they get a better deal, but state contract is different. The dealerships even if they don't make a dime they want to sell you the vehicle. If we lose sales for people going out of town we are losing a lot more money than the \$300 or \$400 dollars we lost tax dollar from those purchases. Paul – we have bought vehicles locally before. Cozzens – it is just the impression. Paul – 1% to 2% adds up over time. Marchant – I have participated on both sides, as a vendor, if given a chance I would have like to bid a particular product. We can't survey every business, but we can make it available by newspaper for whatever we are going to buy. The light bulb contract, etc., you have to modify it but there are local vendors that can supply those things. Black – are you saying excluding construction? Paul – Oakland Construction is on the State contract. Black – we as a council we don't want construction on this. Cozzens – we already have the 5% local bidder preference. The unintended consequence is if I as a cabinet maker and St. George is giving you a break then I won't bid and the local guys add it up. Black – when staff needs a commodity and it is on the State bid list will it be on them to do research locally to see if it is available. Paul – we will just start bidding things out because it will be a waste of time. Rick – another option is if we identify an item on the state bid list we can post the item on the web and give any vendor an opportunity to bid on this also. Marchant – if a vendor is doing their job they will talk with those they do business with. It is a two way street. Black – I don't want you to bid it out, if there is a vendor in town. Jason – we can't do that as staff. Black – when you get through a number of vendors it takes a lot of time on something we needed yesterday. Cozzens – when you shop local it does create more work for staff. Do they go to State bid list without going to the local vendors? Paul – I don't purchase enough. Marchant – representatives of the car dealerships have come in and said I don't want to bid because I can't compete with that. Black – there is more effort required of city staff, time and delay if we require them to go to vendors off the State list. We talk about keeping the money here, but we are asking staff to spend more time we are costing the public more money.

Tom Jett – the last two issues, the Council is going to be somewhat excluded, the Staff will take the beating. This is an impossible vote, there has to be a relationship and partnership, but staff will get burned every time. When you make these decisions please keep that in mind. Everyone will self-justify their position. There is not a win to this discussion. You will offend the people on insurance and purchasing.

Cozzens – what if Corey has to buy 10 cases of oil filters, why can't he have an email list that he sends to all the local vendors. Jett – oil filters are an easy one, the discussion started with vehicles. I am not saying the concept is wrong; it is not a situation where there are winners. Staff is the one that takes the brunt. Black – they have to take the time to do it. Rick – we can have the vendors give prices for oil filters for the year and then they go off that. There may be some we buy off state bid and others buy locally. Paul – we right now separate by dollar amount in the purchasing policy. If the council has

meetings we go buy water bottles because it is a low dollar amount. Rick – the bottom line, the very few items we buy off State bid. If we need to start to get more creative on purchasing we feel they have the best price on State bid list because they have already done the work. Rowley – are you allowed to see the price on the State bid list before you purchase? Rick – every item we get we can go onto the contract list and the price is there. Cozzens – maybe they can buy in bulk. Rick – Doug is reasonable so we don't have a lot setting on the shelf. Rowley – what if we say when we get to a certain dollar amount then it is bid out. Rick – or you use the state bid list but get local bidders also. Cozzens – we can set a threshold. Paul – if we establish a threshold do we want to change the percentage? Paul – the amount we got is 1.25%. Adams – I thought the dealers were rated based on their volume. Cozzens – other than the state contract all dealers buy at the same price. Wally – I have done a lot of purchasing, one guideline is to get the best product we can. We will check prices several times a year to get the best price. Anytime we bid over a dollar amount we put in the paper, internet, so everyone has the same information. I get contacted from people all over the country. The internet is a great tool, I check state contract to see if the prices are in line with the internet. We feel we get the best price. I am in the process of buying a vehicle, I was going to buy from Parkway it was \$1.80 less, tow packages don't come on State contract, so by the time I pay to have the vehicle delivered and put in the upgrades I need it is more money. The State bid is a basic vehicle without a tow package, with manual windows, etc.. I talked with the Chevrolet person on State Contract, he would ship a truck to Bradshaw for the same price, but they would have to pay Bradshaw for the services. We try to get the best price. A few years ago I had to buy a lot of equipment for the ball fields. We do advertise so locals can get in on the bid price and most of them are aware. Paul – dollar threshold seems to work fairly well because it is objective. Action.

**CONSIDER APPOINTMENTS TO THE PARKS & RECREATION ADVISORY COMMITTEE – MAYOR WILSON:** Mayor – the recommendations for the position are Bonnie Jones and Derek Morton. The bios are attached as Exhibit “A”. Consent.

**DISCUSS ANIMAL CONTROL ORDINANCE – PAUL BITTMENN:** Paul – we had the young lady with her children that talked about rabbits, the Animal Control Ordinance defines livestock, exotic and domestic animals, rabbits are in livestock. There are landowners in town that have the same property longer than the Animal Control ordinance. If you are thinking about changing for rabbits, have in mind how you control them. Rowley, not many people are eating rabbits, they sell them in pet stores as pets. It seems strange to me that it is against the law to have a rabbit in a house. Black – we had a reason for not allowing a rooster, we need to be gender specific or we will have a whole lots of rabbits. Adams – it says domestic animals for a reason. Rowley – a rabbit in a cage like a hamster in the house is different than animals in large number that cause smell, flies, etc. Paul – can we change it within the existing structure of our ordinance. If you are interested in an amendment we can bring it back to you. Rowley – some raise rabbits to eat, some as a pet. Paul – don't bother neighbors; keep them in the house or in your yard. Chief – this came from a neighbor because they were outside in the neighborhood. There is a part of the community that doesn't want animals in a residential zone. The other side is rabbits are more as a pet now. If you do keep it like

dogs and cats, only 2 and they must be contained. Rowley – is there something the health department states are different than a dog or a cat. Rowley – I say have 2 like cats and dogs. Cozzens – when we really look at this we will not have bunny patrol, we have a city employee that has rabbits in their yard. Paul – we can put it with domestic animals and limit it to two. Action.

**ADJOURN:** Councilmember Marchant moved to adjourn at 7:45 p.m.; second by Councilmember Rowley; vote unanimous.

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Renon Savage, CMC  
City Recorder

**COUNCIL MINUTES**  
**FEBRUARY 12, 2014**

The City Council held a meeting on Wednesday, February 12, 2014, at 5:30 p.m., in the Council Chambers, 10 North Main Street, Cedar City, Utah.

**MEMBERS PRESENT:** Mayor Maile Wilson; Councilmembers: Ron Adams; John Black; Paul Cozzens; Fred Rowley; Don Marchant.

**STAFF PRESENT:** City Manager Rick Holman; City Attorney Paul Bittmenn; City Engineer Kit Wareham; City Recorder Renon Savage; Finance Director Jason Norris; Police Chief Robert D. Allinson; Fire Chief Paul Irons; Leisure Services Director Dan Rodgerson; Parks Superintendent Wally Davis; Fleet Manager Corey Childs, Wastewater Superintendent Darrell Olmsted.

**OTHERS PRESENT:** Betsy Carlile, Brenda Killian, Cambree Johnson, Rick Torgerson, Melodie Jett, Thomas Jett, Ron Larsen, Rich Gillette, Terry Irons, Joe Carroll, Nolan Brooks, Marie Brooks, Don Scott, Kim Scott, Linda Barnes, Jeff Barnes, RaNae Ward, Bill Ward, Alec Shirley, Trevor Nielsen, Rever Neumann, Brock DeMille, Brandon Brinkerhoff, Derek Morton, Derek Christensen, Gabe Amankwa, Marilyn Kidwell.

**CALL TO ORDER:** Pastor Joe Carroll from Calvary Chapel gave the opening prayer; the pledge of allegiance was led by Brandon Brinkerhoff, Pack 379.

**AGENDA ORDER APPROVAL:** Councilmember Marchant moved to approve the agenda order; second by Councilmember Black; vote unanimous.

**ADMINISTRATION AGENDA – MAYOR AND COUNCIL BUSINESS; STAFF COMMENTS:** ■Rowley – welcome the Cub Scout Pack and their leaders. ■Kit – the South interchange bids were received and I got a call from Nancy Jerome, she gave good news on the landscaping that will be able to be done based on the bids, see exhibit “A” for what will be included, all items in additive #1 & #2 will be included, they are hoping to have enough left to do additive #3. Black – what is the start date? Rick Torgerson - they are looking at March 3<sup>rd</sup> as the start date. Rowley – do we do anything ceremonial? Rick – we don’t, but you can if you want.

**PUBLIC COMMENTS:** ■Cambree Johnson & Brenda Killian – we want to give you an update on Cedar City unplugged and we are looking for business sponsors. There are a few new people, the goal is to help kids get unplugged from electronic devices and get involved in the community. We are asking business to do sponsors, they will get brag badges from the businesses if they complete a project and they will then get entered in drawings. Rowley – how will you have proof they were involved? Cambree – it is up to the businesses. Marchant – do they establish their own criteria? Cambree – we have a list of activities. Rowley – does each business design their own tag? Cambree – they pay for their tag. We will start the Monday after Memorial Day and it will go through Labor Day. Black – in P&R Board age came up, we told them to work with you. Cambree –

we will work with the elementary schools, but we are leaving it open to who participates. We will let adults participate, but they won't be included in the drawings. Mayor – we met the other day and are thinking about doing a \$2,500 sponsor out of Admin to help partner with the community. Cambree – it started in Heber and they are trying to spread it through the State. ■Don Scott, we live in Canyon Ridge HOA north of the Golf Course, I want to voice my concerns about article on January 30<sup>th</sup> in regards to the Helicopter school. I have been in aviation over 35 years, but I need to voice my concern about the noise, 7 days a week before sunrise and until after sunset. It is a bad location in Cedar City. A helicopter makes a lot of noise. It is a continuous nuisance in the north end of town. They look to expand the program. It started with a few and now there are over 100. We moved here and built a home and it is a concern, the noise is getting worse. It is a great regional airport, but helicopters nature it to hover. We are looking for the City Council's help. I am about 5 miles from the Airport. It is winter and windows are closed. It is a great program, but Cedar City Airport is so close to residential areas that it is a bad combination. They say they will have 16 helicopters by the end of February. I ask for the Councils help to move flight operations to St. George. Cozzens – are they looking to put the operations by the “Y”? Marchant – they purchased a building by Port 15 and are remodeling. They have to wait to lay asphalt. When that takes place it will move everything five miles west and most of the noise will be removed in the outlying area. Mr. Scott – are there restrictions to keep them away from the residential areas. Marchant- yes, they are modifying those at this time to work on the flight path. Be patient, it is being addressed, it is affiliated with the University, and it is not that easy to move to St. George. They have a big investment as do we. We are assessing other things as well, a lot should be eliminated with moving it to the west and we hope to modify the other things to a degree that you are desensitized or something that works. Rowley – they have to involve mountain, can they do that on the west? Marchant- they do that with Cross country Flights. The flight pattern is on the west side of I-15. Rowley – can they not add any more people until they get a new facility? Marchant – they are set until spring semester. Your comments don't fall on deaf ears.

**CONSENT AGENDA: (1) APPROVAL OF MINUTES DATED JANUARY 17, 22, 24 & 29, 2014; (2) APPROVAL OF BILLS DATED FEBRUARY 6, 2014 ; (3) APPROVE THE REMOVAL APPROXIMATELY 60 FOOT SECTION OF THE CENTER ISLAND IN THE VICINITY OF 701 NORTH AVIATION WAY – JOHN PAPPAS OF ROOFERS SUPPLY/MIKE MCHUGH, UTAH COMMERCIAL CONTRACTORS; (4) APPROVE A GRANT CONTRACT FOR UDOT FUNDS IN THE AMOUNT OF \$84,000.00FROM FY 2012 FOR CATS – RYAN MARSHALL/ TAMMY NAY; (5) APPROVE THE BID IN THE AMOUNT OF \$1,027,062.65 FROM URICO, TRANSFERRING \$20,000 FROM THE SPILSBURY BOOSTER PUMP REPLACEMENT AND \$30,000 FROM THE SHURTZ SPRING LINE, FOR THE CEDAR CANYON WATER TANK REPLACEMENT PROJECT – JONATHAN STATHIS; (6) APPROVE AN AGREEMENT WITH ROCKY MOUNTAIN POWER TO UPGRADE THE POWER SERVICE TO THE WASTEWATER TREATMENT PLANT FOR THE NITRATE REMOVAL PROJECT – KIT WAREHAM; (7) APPROVE GRANTING AN EASEMENT TO ROCKY MOUNTAIN POWER TO UPGRADE**

**THE POWER SERVICE TO THE WASTEWATER TREATMENT PLANT FOR THE NITRATE REMOVAL PROJECT – KIT WAREHAM; (8) APPROVE APPOINTMENTS OF BONNIE JONES AND DEREK MORTON TO THE PARKS & RECREATION ADVISORY COMMITTEE – MAYOR WILSON:**

Rowley – I have questions about bills. What is covert tracking device? Chief – it is part of the surveillance, it is used with a Court order. Rowley – what is Million + to UDOT? Jason – it is our contribution to the South Interchange. Rowley – snow removal, garbage removal and storage. Rick – the snow removal is the Downtown Parking Authority, it is contracted, and it is parking lots. We have a dumpster at the Aquatic Center and it is contracted. Storage is for the Task Force. Rowley – Midsummer magazine? We advertise in that magazine. Rowley – we bought another truck for the leak crew? Rick – it was purchased off State Contract.

Black – congratulations Sheriff Gower for a well-deserved award. Marchant – the shirts for the Chilly Dip, \$3,732, how many shirts? Dan – we didn't date them so we can use them year after year. We had 73 participants. Black – the public auction fees, did we get more than the fees? Rick – yes we did, it is included in the purchase fee.

Council Member Cozzens moved to approve the consent agenda items 1 through 8 as written above; second by Council Member Adams; vote unanimous.

**PUBLIC HEARING TO CONSIDER APPROVING A RESOLUTION AMENDING THE CITY'S GENERAL LAND USE PLAN FROM INDUSTRIAL AND HEAVY MANUFACTURING TO BUSINESS AND LIGHT MANUFACTURING ON PROPERTY LOCATED IN THE VICINITY OF KITTY HAWK WAY AND BULLDOG ROAD – RON LARSEN OF IN SITE ENGINEERING/PAUL BITTMENN:** Mayor Wilson opened the public hearing.

There were no comments. The hearing was closed.

Council Member Black moved to approve the resolution amending the general land use plan from industrial and heavy manufacturing to business and light manufacturing on property located in the vicinity of Kittyhawk Way and Bulldog Road; second by Council Member Adams; vote as follows:

AYE: \_\_\_\_\_ 5 \_\_\_\_\_  
NAY: \_\_\_\_\_ 0 \_\_\_\_\_  
ABSTAINED: 0 \_\_\_\_\_

**PUBLIC HEARING TO CONSIDER APPROVING AN ORDINANCE AMENDING THE CITY'S ZONE FROM INDUSTRIAL AND MANUFACTURING-2 TO (I&M-2) TO INDUSTRIAL AND MANUFACTURING-1 (I&M-1) ON PROPERTY LOCATED IN THE VICINITY OF KITTY HAWK AND BULLDOG ROAD – RON LARSEN OF IN SITE ENGINEERING/PAUL BITTMENN:** Mayor Wilson opened the public hearing. There were no comments. The hearing closed.

Council Member Adams moved to approve the ordinance amending the zone from I&M-2 to I&M-1 on property located in the vicinity of Kittyhawk Way and Bulldog Road; second by Council Member Cozzens; roll call vote as follows:

Ron Adams	-	AYE
John Black	-	AYE
Paul Cozzens	-	AYE
Don Marchant	-	AYE
Fred Rowley	-	AYE

**CONSIDER APPROVING A RESOLUTION ESTABLISHING A CITY POLICY RELATED TO EVENT INSURANCE REQUIREMENTS – PAUL BITTMENN:**

Paul – over the week we e-mailed you material for the costs through our vendor, it is adjusted based on the number of people and the risk level. Rowley – do you know the turnaround time to get a policy? Paul – a few days, I am sure local vendors are just as quick. Black – will it be a work in progress even if approved. Can we make changes if they come up? Paul – yes. Black – explain Main Street and July Jamboree do they only get a permit from the State? Paul – there is a license issue with the City. It is UDOT road and they require the insurance. The licensure for the City for July Jamboree is similar to Renaissance Faire; there is a \$5 charge for vendor. Black – what about the sheep parade? Paul – it is still UDOT, their road and they have to meet their requirements. The only amendment is staff will not fill out the requests for outside groups. If UDOT requires \$1 million policy they will have to get it. Rick – there are categories, so you are trusting Staff to determine which category to put it into. If it is unfamiliar we will bring it to you.

Councilmember Adams moved to approve a resolution establishing a policy related to event insurance requirements; second by Councilmember Rowley; vote as follows:

AYE: 5  
NAY: 0  
ABSATINED: 0

**APPROVE A RESOLUTION FOR THE MUNICIPAL WASTEWATER PLANNING PROGRAM – DARRELL OLMSTED:**

Darrell – this is a resolution to approve a report that goes to the State for ranking and funding. Also, our bio solid give away will start March 3<sup>rd</sup> at 7:30 a.m.

Council Member Black moved to approve the resolution for the Municipal Wastewater Planning Program; second by Council Member Marchant; roll call vote as follows:

AYE: 5  
NAY: 0  
ABSATINED: 0



**CONSIDER APPROVAL OF AN AGREEMENT WITH UDOT FOR MAINTENANCE OF THE LANDSCAPING ON THE RECONSTRUCTED SOUTH INTERCHANGE – KIT WAREHAM:**

Kit – this is the downside of getting all the landscaping items, we get to improve them. Rowley – how much paint and how long will it last? Kit – the underpass is all going to be paint, the mountain scene and the structure and barrier. I don't have a feel for how long it lasts. It lasts longer on concrete than on metal. Rowley – how do you fix the graffiti? Kit – the mountain scene are on the parapet wall.

Council Member Cozzens moved to approve the agreement with UDOT for landscape maintenance at the South Interchange; second by Council Member Black; vote unanimous.

**CONSIDER APPROVAL OF A CONTRACT WITH FESTIVAL COUNTRY K-9 FOR THE LEASE OF FLY BALL EQUIPMENT – FESTIVAL COUNTRY K-9/PAUL BITTMENN:**

Paul – we will update the agreement to meet the insurance you just passed. The lease will be \$1 per year. They will have storage and transport changes.

Council Member Rowley moved to approve the contract with Festival Country K-9 for the lease of fly ball equipment; second by Council Member Back; vote unanimous.

**CONSIDER AMENDMENTS TO THE PURCHASING POLICY:** Paul – these were drafted to deal with the State bid list and local vendors. There are limitations, only for goods, not services. Other limitation is 1.5% would only apply on purchases over \$12,000, that dollar amount came out of other breakdowns in the policy. Black – is that cumulative or single purchase? Paul – single purchase. Cozzens – can the wording be changed a little to have it up to 1.5%. Rowley – are you that have to do this, is it doable? Rick – we asked Corey Childs to come and talk about other State Contract purchases.

Corey – if we are setting the limit at \$12,000 it won't affect me. Cozzens – when you purchase things such as oil filters, do you try and buy local, what is your procedure do you have and email to all auto part stores. Corey – we do use State Contract for that, they are local NAPA has that and Page Break in St. George. Wheeler meets the state contract. We buy as needed. We save 60% on those. Marchant – if it is a certain brand like NAPA the local vendor can supply that. Corey – yes. Marchant – it is based on the franchise contract with the vendor. Corey – some dealers are part of that. Rowley – this is something you can live with? Will it add an undue burden? Chief – no, it will take more time, but it is manageable. Wally Davis and Paul Irons agreed.

Council Member Cozzens moved to approve the amendments to the purchasing policy with language about multiple local bidders reworded so that we go with the lowest one; second by Council Member Black; vote unanimous.

**CONSIDER AN ORDINANCE AMENDING CHAPTER 11, ANIMAL CONTROL – PAUL BITTMENN:** Paul – we had a lot of discussion, some wanted a limit. The proposal eliminates rabbits from livestock. There is a section that limits cats and dogs to

two. There is a limit on the number, a requirement for spay and neuter and licensing. Do you want rabbits in all three categories? If you want to limit the numbers let me know. Cozzens – it is an enforcement issue. Black – I want a limit. Rowley also wants limits.

Tom Jett – it is a silly issue, but means something to someone. Right now most of us over 40 remember a pot belly pig issue. We can have 6 chickens, 2 rabbits, 2 dogs and 2 cats, pretty soon we will look like the Salt Lake Zoo. This will come up again with other animals. You will never satisfy everyone.

Paul – there is a provision if you have a litter there is a timeframe to get rid of the litter.

Council Member Rowley moved to approve the ordinance, limiting rabbits to 2 in all sections that limit dogs and cats; second by Council Member Black; Roll call vote as follows:

AYE: 5  
NAY: 0  
ABSATINED: 0

**EMERGENCY MANAGEMENT PRESENTATION – MARIE BROOKS, IRON COUNTY EMERGENCY MANAGEMENT:** Marie Brooks, Iron County Emergency Manager. Here to give insight on how what I do fits into what you do. Thanks to the Sheriff. See Exhibit “B”. Black – you say hopefully the City and County are in line, do we not coordinate? Marie – that is why I am here, I am trying to coordinate with the communities. Rick – the County Emergency Preparedness plan has access to all our Police, Fire, Public Works and all table top exercises we are involved in. If emergency occurs in Cedar City the County coordinates and we are involved. Marie – all jurisdictions are responsible to have a plan, and if they are not updated I will help. Every disaster is local, the only way the County can get involved is if they are invited, and if your resources can’t handle it. We do have mutual aid agreements. Rowley – in St, George when the damn broke, it wiped out the radio station. Do we have and agreement with one of the stations. Marie – they are mandated by Federal Law, they have no option. We also have reverse 911. Voice over internet and cell phones you have to register at [www.ironcounty.net](http://www.ironcounty.net), all land lines it happens automatically.

Rowley – if a tanker is carrying hazardous material do they have to notify? Marie – they have to post on their trucks, and follow DOT regulations.

Rowley – if we had an emergency, where would we meet? Rick – we start here and they determine, we have Fire Stations have emergency backups.

Marie – I have been tasked by the County Commissioners and I have talked with Rick to pre-identify where we could have sandbags ready. We can have reverse 911 to send calls where to get sandbags. Cozzens – Water is one of the most important things, we have springs that can fill our tanks without power. It is an important topic. Marie – you need to determine what hazards will be more prevalent in your community. Rick – we do have

a plan, but it needs to be updated. We will work with Marie to do that. Marie – the County EOC is in the basement of the ambulance building.

**EXECUTIVE SESSION – PERSONNEL:**

**ADJOURN:** Councilmember Cozzens moved to adjourn and move into an executive session at 6:55 p.m.; second by Councilmember Black; vote unanimous.

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Renon Savage, CMC  
City Recorder



## **South Cedar Interchange – Landscaping Items**

### **Landscaping Included in Base Bid**

#### **Roadway Items**

- Ornamental fence
- Painted Light Poles and Signal Poles
- Colored Concrete – Medians
- Landscape Walls – by Chilis

#### **Landscaping Detail Base Bid**

- Erosion Control
- Mulch
- Topsoil
- Seeding
- Lead Based Paint Treatment
- Aesthetic Painting of Structures

### **Landscaping Additive Bids**

#### **Additive No. 1**

- Coreten Mountain Plates on Flyover structure
- Concrete Aesthetic Treatment (Mountain Scene) on Cross Hollow structure
- Gabion Walls
- Sign Wall
- Rock Mulch - Type A
- Rock Mulch - Type B
- Concrete Aesthetic Treatment (barrier) – painted barrier

#### **Additive No. 2**

- Rock Mulch - Type B
- Boulders

#### **Additive No. 3**

- Remove Additional Asphalt
- Topsoil and Seeding of Removed Areas

#### **Additive No. 4**

- Parapet Modification to remove ribs on parapets (I-15/Cross Hollow structure)



## Iron County Emergency Management



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### Role of the Emergency Manager

- ▣ Has day-to-day responsibilities for emergency management programs and activities.
- ▣ Coordinate resources from all sectors before, during, and after an emergency.
- ▣ Manage activities in all four phases of emergency management.



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### 4 Phases of Emergency Management

- ▣ Mitigation
- ▣ Preparedness
- ▣ Response
- ▣ Recovery



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### Role of the Emergency Manager

- ▣ Awareness of potential threats to the community
- ▣ Participate in mitigation and prevention activities
- ▣ Maintain Emergency Operations Plan (EOP)
- ▣ LEPC Executive Director
- ▣ Liaison with neighboring jurisdictions
- ▣ Liaison with State and Federal Agencies
- ▣ Coordinate preparedness efforts with local communities




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### Role of the Emergency Manager

- ▣ Staff EOC and train EOC personnel
- ▣ Manage EOC during activation
- ▣ Implement and maintain a comprehensive all-hazards training and exercise program involving:
  - Fire and law enforcement services
  - Emergency medical programs
  - Public works
  - Volunteer and voluntary organizations
  - Other groups involved in emergency activities




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### Other Responsibilities

- ▣ Coordinate the planning process,
- ▣ Advise and inform the chief elected officials,
- ▣ Identify and analyze the potential effects of hazards,
- ▣ Take inventory of resources,
- ▣ Identify resource deficiencies and correct them,




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### Other Responsibilities cont...

- ▣ Oversee and promote CERT program,
- ▣ Public awareness and education programs,
- ▣ Establish a system to alert officials and the public,
- ▣ Establish and maintain networks,
- ▣ Review current plans in place and make improvements.




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### Iron County Emergency Management




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### THE ESSENTIAL EMERGENCY MANAGER




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### How Can You Help

- ▣ Provide updates to County Emergency Contact Lists
- ▣ Identify key personnel to attend & participate in County Planning, Training and Exercise Committee meetings
- ▣ Attend LEPC
- ▣ Promote CERT program to your community
- ▣ Be proactive in community preparedness
- ▣ Participate in trainings and exercises



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**We're all in this  
together.  
We can be READY!**



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**Emergency Management  
Coordinator: Marie Brooks  
Location: 201 E DL Sargent Drive  
Phone: 435-865-5332  
Email: [mbrooks@ironcounty.net](mailto:mbrooks@ironcounty.net)**



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## Report Criteria:

Detail report.

Invoices with totals above \$0 included.

Paid and unpaid invoices included.

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
<b>3M LIBRARY SYSTEMS CONTRACTS</b>					
US49270 2014	CEA7141- US37531- SVC CONTRACT	02/03/2014	10-87-312 COMPUTER & TECH CONTRACTS	4,405.00	
Total 3M LIBRARY SYSTEMS CONTRACTS:				4,405.00	
<b>ABT MECHANICAL</b>					
507	HEATING/AC REPAIR	12/26/2013	20-40-252 EQUIPMENT MAINTENANCE	942.41	
509	HEATING/AC REPAIR	01/03/2014	20-40-252 EQUIPMENT MAINTENANCE	439.00	
Total ABT MECHANICAL:				1,381.41	
<b>ASHDOWN BROTHERS CONSTRUCTION</b>					
2576	CED01-ASPHALT	01/16/2014	51-40-255 WATER SYSTEM MAINTENANCE	504.00	
2583	CED01-ASPHALT	01/22/2014	51-40-255 WATER SYSTEM MAINTENANCE	200.20	
2584	CED01-ASPHALT	01/23/2014	51-40-255 WATER SYSTEM MAINTENANCE	382.20	
2585	CED01-ASPHALT	01/27/2014	51-40-255 WATER SYSTEM MAINTENANCE	490.00	
2585	CED01-ASPHALT	01/27/2014	10-79-263 MAINTENANCE-STREETS	526.40	
Total ASHDOWN BROTHERS CONSTRUCTION:				2,102.80	
<b>BAKER &amp; TAYLOR</b>					
4010768073	415754 L102673 4-GENERAL COLLEC	01/21/2014	10-87-481 BOOKS-GENERAL COLLECTION	66.56	
4010768073	415754 L102673 4-YOUNG ADULT BO	01/21/2014	10-87-482 BOOKS-YOUNG ADULT	82.91	
4010768073	415754 L102673 4-CHILDREN BOOKS	01/21/2014	10-87-483 BOOKS-CHILDREN	12.99	
4010771370	415754 L102673 4-GENERAL COLLEC	01/24/2014	10-87-481 BOOKS-GENERAL COLLECTION	366.67	
4010771370	415754 L102673 4-YOUNG ADULT BO	01/24/2014	10-87-482 BOOKS-YOUNG ADULT	59.21	
4010771370	415754 L102673 4-CHILDREN BOOKS	01/24/2014	10-87-483 BOOKS-CHILDREN	13.29	
4010774770	415754 L102673 4-GENERAL COLLEC	01/28/2014	10-87-481 BOOKS-GENERAL COLLECTION	32.98	
4010774770	415754 L102673 4-YOUNG ADULT BO	01/28/2014	10-87-482 BOOKS-YOUNG ADULT	736.08	
4010778525	415754 L102673 4-GENERAL COLLEC	01/30/2014	10-87-481 BOOKS-GENERAL COLLECTION	111.32	
4010778525	415754 L102673 4-YOUNG ADULT BO	01/30/2014	10-87-482 BOOKS-YOUNG ADULT	132.46	
4010778525	415754 L102673 4-CHILDREN BOOKS	01/30/2014	10-87-483 BOOKS-CHILDREN	182.12	
Total BAKER & TAYLOR:				1,796.59	
<b>BETTRIDGE DISTRIBUTING, KEN</b>					
0184678	GAS & OIL	02/07/2014	10-78-930 INVENTORY	1,193.63	
1335121713	00844-PROPANE	12/17/2013	10-79-263 MAINTENANCE-STREETS	25.13	
Total BETTRIDGE DISTRIBUTING, KEN:				1,218.76	
<b>BLUE STAKES OF UTAH</b>					
UT201400025	CEDARC-STAKING CHARGES	01/31/2014	51-40-255 WATER SYSTEM MAINTENANCE	110.68	
Total BLUE STAKES OF UTAH :				110.68	
<b>CAROLLO ENGINEERS</b>					
0131877	NITRATE MITIGATION PROJECT	12/03/2013	53-56-730 CAP OUTLAY-IMPROVEMENTS	23,026.00	
RETAINAGE-NITRA	NITRATE MITIGATION PROJECT	02/10/2014	53-56-730 CAP OUTLAY-IMPROVEMENTS	25,407.94	
Total CAROLLO ENGINEERS:				48,433.94	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
<b>CARTER ENTERPRISES, INC.</b>					
QUICH #5 PWR FIN	QUICHAPA WELL #5 POWER/MOTOR	02/11/2014	51-40-740 CAP OUTLAY-EQUIPMENT	1,574.00	
Total CARTER ENTERPRISES, INC. :				1,574.00	
<b>CASELLE</b>					
54969	CONTRACT SUPPORT	02/01/2014	10-41-310 PROF & TECH SERVICES	858.00	
Total CASELLE:				858.00	
<b>CAVENDISH SQUARE</b>					
3005246	BOOKS	01/30/2014	10-87-483 BOOKS-CHILDREN	193.91	
Total CAVENDISH SQUARE:				193.91	
<b>CEDAR LAND TITLE, INC.</b>					
3807	CEDAR CANYON WATER TANK	02/04/2014	51-40-722 CAP OUTLAY-CEDAR CANYON TANK	92.00	
Total CEDAR LAND TITLE, INC.:				92.00	
<b>CENGAGE LEARNING</b>					
51265941	GENERAL COLLECTION BOOKS	01/22/2014	10-87-481 BOOKS-GENERAL COLLECTION	125.55	
51266444	GENERAL COLLECTION BOOKS	01/22/2014	10-87-481 BOOKS-GENERAL COLLECTION	79.46	
51288246	GENERAL COLLECTION BOOKS	01/23/2014	10-87-481 BOOKS-GENERAL COLLECTION	58.38	
51288279	GENERAL COLLECTION BOOKS	01/23/2014	10-87-481 BOOKS-GENERAL COLLECTION	38.92	
Total CENGAGE LEARNING:				302.31	
<b>CENTURY EQUIPMENT COMPANY</b>					
CL12886	022700-KEASE BEW 580 SUPER N LO	02/12/2014	10-83-253 LEASE & RENT PAYMENTS	3,626.00	
Total CENTURY EQUIPMENT COMPANY:				3,626.00	
<b>CHEMTECH-FORD</b>					
1312556	5140310 WATER SAMPLES	02/06/2014	51-40-255 WATER SYSTEM MAINTENANCE	155.00	
Total CHEMTECH-FORD:				155.00	
<b>COLONIAL LIFE</b>					
3792991-0103381	LIFE INSURANCE	01/03/2014	10-73-942 FED GRANT-SAFER	1,464.00	
Total COLONIAL LIFE:				1,464.00	
<b>COMMERCIAL TIRE</b>					
36686	TIRES	02/04/2014	10-78-930 INVENTORY	1,060.96	
36751	TIRES	02/12/2014	10-78-930 INVENTORY	619.86	
Total COMMERCIAL TIRE:				1,680.82	
<b>CUES</b>					
402744	84720000-CCTV PARTS	02/04/2014	52-55-252 EQUIPMENT MAINTENANCE	781.05	
402860	84720000-CCTV PARTS	02/05/2014	52-55-252 EQUIPMENT MAINTENANCE	133.58	
Total CUES:				914.63	
<b>CURTIS &amp; SONS, L.N.</b>					
3143253-00	3999-LAMP SOCKET ASSEMBLY	01/30/2014	10-73-450 SPECIAL PUBLIC SAFETY SUPPLIES	59.62	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
Total CURTIS & SONS, L.N.:				59.62	
<b>DOCUMENT SOLUTIONS</b>					
28460	LARGE FORMAT COPIER MAINT, AGR	02/07/2014	10-81-252 EQUIPMENT MAINTENANCE	138.00	
Total DOCUMENT SOLUTIONS:				138.00	
<b>GASCARD -STATE OF UTAH</b>					
NP40403230	FUEL-JAN 2014	02/03/2014	10-42-251 GAS & OIL	82.40	
NP40403230	FUEL-JAN 2014	02/03/2014	10-60-251 GAS & OIL	171.80	
NP40403230	FUEL-JAN 2014	02/03/2014	10-70-251 GAS & OIL	7,898.04	
NP40403230	FUEL-JAN 2014	02/03/2014	10-73-251 GAS & OIL	704.90	
NP40403230	FUEL-JAN 2014	02/03/2014	10-75-251 GAS & OIL	310.46	
NP40403230	FUEL-JAN 2014	02/03/2014	10-76-251 GAS & OIL	554.68	
NP40403230	FUEL-JAN 2014	02/03/2014	10-77-251 GAS & OIL	50.22	
NP40403230	FUEL-JAN 2014	02/03/2014	10-78-251 GAS & OIL	95.15	
NP40403230	FUEL-JAN 2014	02/03/2014	10-79-251 GAS & OIL	9,040.42	
NP40403230	FUEL-JAN 2014	02/03/2014	10-81-251 GAS & OIL	313.13	
NP40403230	FUEL-JAN 2014	02/03/2014	10-83-251 GAS & OIL	1,872.83	
NP40403230	FUEL-JAN 2014	02/03/2014	10-84-251 GAS & OIL	124.14	
NP40403230	FUEL-JAN 2014	02/03/2014	10-90-251 GAS & OIL	66.89	
NP40403230	FUEL-JAN 2014	02/03/2014	10-92-614 EVENT RECRUITING	147.22	
NP40403230	FUEL-JAN 2014	02/03/2014	22-40-251 GAS & OIL	2,032.62	
NP40403230	FUEL-JAN 2014	02/03/2014	24-40-251 GAS & OIL	162.07	
NP40403230	FUEL-JAN 2014	02/03/2014	28-40-251 GAS & OIL	162.28	
NP40403230	FUEL-JAN 2014	02/03/2014	51-40-251 GAS & OIL	2,633.29	
NP40403230	FUEL-JAN 2014	02/03/2014	52-55-251 GAS & OIL	1,152.22	
NP40403230	FUEL-JAN 2014	02/03/2014	53-56-251 GAS & OIL	561.25	
NP40403230	FUEL-JAN 2014	02/03/2014	54-40-251 GAS & OIL	200.22	
NP40403230	FUEL-JAN 2014	02/03/2014	55-40-251 GAS & OIL	5,313.74	
Total GASCARD -STATE OF UTAH:				33,649.97	
<b>GERALD R. SHERRATT FRIEND OF LIBRARY</b>					
2014-15	COUNCIL APPROVED DONATION	01/27/2014	10-53-630 COMMUNITY EVENT PROMOTIONS	800.00	
Total GERALD R. SHERRATT FRIEND OF LIBRARY:				800.00	
<b>GRANGER-HUNTRE IMPROVEMENT DISTRICT</b>					
021214	CEDAR CANYON WATER TANK PROJ	02/12/2014	51-40-722 CAP OUTLAY-CEDAR CANYON TANK	20,000.00	
Total GRANGER-HUNTRE IMPROVEMENT DISTRICT:				20,000.00	
<b>HINTON BURDICK</b>					
107215	AUDIT FEE FY 12/13	01/31/2014	53-56-311 AUDITING	1,305.81	
107215	AUDIT FEE FY 12/13	01/31/2014	54-40-311 AUDITING	624.00	
107215	AUDIT FEE FY 12/13	01/31/2014	55-40-311 AUDITING	103.19	
Total HINTON BURDICK:				2,033.00	
<b>HONNEN EQUIPMENT</b>					
548073	REPAIRS-PARTS	02/11/2014	10-78-930 INVENTORY	4,181.52	
Total HONNEN EQUIPMENT:				4,181.52	
<b>IHC WORKMED - CEDAR CITY</b>					
CC2625503	1041137-DRUG TESTING	02/03/2014	10-44-137 DRUG TESTING	362.00	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
CC2625503	1041137-EMPLOYEE HEALTH	02/03/2014	10-44-138 EMPLOYEE HEALTH	110.00	
Total IHC WORKMED - CEDAR CITY:				472.00	
<b>INFOWEST</b>					
1466007	14952-INTERNET SERVICE	01/01/2014	10-83-280 TELEPHONE	39.95	
1471563	14952-INTERNET SERVICE	02/01/2014	24-40-270 UTILITIES	50.95	
1474736	14952-INTERNET SERVICE	02/01/2014	10-83-280 TELEPHONE	39.95	
Total INFOWEST:				130.85	
<b>INTERWEST SUPPLY, INC.</b>					
IN0045361	BLADES	02/06/2014	10-78-930 INVENTORY	5,479.60	
Total INTERWEST SUPPLY, INC.:				5,479.60	
<b>IRON COUNTY AUDITOR</b>					
JAN 2014	LANDFILL REM. - JAN 2014	02/07/2014	55-21312 COUNTY REMITTANCE PAYABLE	29,157.94	
Total IRON COUNTY AUDITOR:				29,157.94	
<b>IRON COUNTY CLERK</b>					
021414	PUBLIC NOTICES	03/14/2014	10-60-620 COMMUNITY PROMOTION & RECRUIT	342.45	
Total IRON COUNTY CLERK:				342.45	
<b>IRON COUNTY LANDFILL</b>					
8997	LANDFILL - JAN 2014	02/06/2014	10-42-270 UTILITIES	2.92	
8997	LANDFILL - JAN 2014	02/06/2014	10-76-270 UTILITIES	1.46	
8997	LANDFILL - JAN 2014	02/06/2014	10-87-270 UTILITIES	2.92	
8997	LANDFILL - JAN 2014	02/06/2014	10-90-270 UTILITIES	7.30	
8997	LANDFILL - JAN 2014	02/06/2014	10-92-270 UTILITIES	2.92	
8997	LANDFILL - JAN 2014	02/06/2014	24-40-270 UTILITIES	7.30	
8997	LANDFILL - JAN 2014	02/06/2014	28-40-270 UTILITIES	10.21	
8997	LANDFILL - JAN 2014	02/06/2014	61-40-270 UTILITIES	2.92	
8997	LANDFILL - JAN 2014	02/06/2014	53-56-270 UTILITIES	209.43	
Total IRON COUNTY LANDFILL:				247.38	
<b>JASON ASHWORTH</b>					
JAN 2014	EAST SNOW REMOVAL	01/31/2014	56-41-263 SNOW REMOVAL	280.00	
JAN 2014	WEST SNOW REMOVAL	01/31/2014	56-40-263 SNOW REMOVAL	570.00	
Total JASON ASHWORTH:				850.00	
<b>JENKINS OIL COMPANY</b>					
0452257	GAS & OIL	02/07/2014	54-40-251 GAS & OIL	1,946.50	
0452259	GAS & OIL	02/07/2014	10-90-251 GAS & OIL	346.50	
0452334	403-GAS & OIL	01/27/2014	10-79-251 GAS & OIL	62.06	
0455970	GAS & OIL	01/27/2014	10-79-251 GAS & OIL	2,907.60	
Total JENKINS OIL COMPANY:				5,262.66	
<b>KATWYK CONSTRUCTION &amp; WELDING</b>					
M150	MAIN ST PARK FENCE	02/06/2014	10-34-738 PARKS MISC REIMBURSEMENT	1,315.80	
Total KATWYK CONSTRUCTION & WELDING:				1,315.80	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
<b>LAMOTTE</b>					
1333087	592426-CHEMICALS	12/11/2013	20-40-254 CHEMICALS	114.92	
Total LAMOTTE:				114.92	
<b>LES OLSON COMPANY</b>					
DS523755	HIGH YIELD LASER PRINTER & SERVI	02/03/2014	10-70-240 OFFICE SUPPLIES & EXPENSE	1,059.00	
Total LES OLSON COMPANY:				1,059.00	
<b>LEXISNEXIS</b>					
1401121250	119TRN-ONLINE & RELATED CHARGE	01/31/2014	10-44-210 SUBSCRIPTIONS & MEMBERSHIPS	246.00	
Total LEXISNEXIS:				246.00	
<b>MARSHALL &amp; EVANS ELECTRIC</b>					
2955	SNOW PLOW DAMAGE	01/30/2014	10-79-267 MAINTENANCE-SNOW REMOVAL	350.00	
2959	DECORATIVE/SAFETY LIGHTING PRO	02/04/2014	57-40-730 CAP OUTLAY-IMPROVEMENTS	11,134.00	
Total MARSHALL & EVANS ELECTRIC:				11,484.00	
<b>MICROMARKETING LLC ATTN: AR</b>					
513300	15980-GENERAL COLLECTION	01/28/2014	10-87-481 BOOKS-GENERAL COLLECTION	20.69	
513775	15980-YOUNG ADULT BOOKS	01/29/2014	10-87-482 BOOKS-YOUNG ADULT	135.99	
Total MICROMARKETING LLC ATTN: AR:				156.68	
<b>MJG, INC.</b>					
4456	MAINTENANCE TESTS	02/04/2014	10-79-265 MAINTENANCE-RAILROAD	750.00	
Total MJG, INC.:				750.00	
<b>MOSDELL SANITATION INC.</b>					
FEB 2014 CEM	1077-GARBAGE DISPOSAL	01/31/2014	10-83-262 BUILDING & GROUND MAINTENANCE	20.00	
Total MOSDELL SANITATION INC.:				20.00	
<b>MOUNTAIN WEST COMPUTERS</b>					
37822	ANNUAL SERVICE	10/04/2013	10-87-312 COMPUTER & TECH CONTRACTS	1,500.00	
Total MOUNTAIN WEST COMPUTERS:				1,500.00	
<b>NUCO2</b>					
40942275	CHEMICALS	01/31/2014	20-40-254 CHEMICALS	283.23	
Total NUCO2:				283.23	
<b>OSHKOCH CORPORATION</b>					
1391657	FLOW SWITCH	12/20/2013	10-73-252 EQUIPMENT MAINTENANCE	1,043.02	
Total OSHKOCH CORPORATION:				1,043.02	
<b>PENWORTHY COMPANY</b>					
559279	CHILDRENS MATERIALS	01/29/2014	10-87-483 BOOKS-CHILDREN	160.86	
Total PENWORTHY COMPANY:				160.86	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
<b>PROQUEST INFORMATION &amp; LEARNING</b>					
2014	91456610-ANCESTRY.COM	06/01/2014	10-87-487 ELECTRONIC SUBSCRIPTIONS	1,155.00	
Total PROQUEST INFORMATION & LEARNING:				1,155.00	
<b>PROVIDENCE CLEANERS</b>					
JAN 2014	DRY CLEANING	01/31/2014	10-70-451 UNIFORM MAINTENANCE	345.90	
Total PROVIDENCE CLEANERS:				345.90	
<b>R-57 ELECTRIC</b>					
1050	ELECTRICAL WORK	01/27/2014	10-83-262 BUILDING & GROUND MAINTENANCE	65.00	
1053	TRACK LIGHTING	01/31/2014	10-87-262 BUILDING & GROUND MAINTENANCE	305.00	
1054	ELECTRICAL WORK	01/31/2014	20-40-262 BUILDING & GROUND MAINTENANCE	260.00	
Total R-57 ELECTRIC:				630.00	
<b>RECORDED BOOKS, LLC</b>					
74877039	1501705-GENERAL COLLECTION BOO	02/07/2014	10-87-481 BOOKS-GENERAL COLLECTION	56.90	
74878263	1501705-YOUNG ADULT BOOKS	02/10/2014	10-87-482 BOOKS-YOUNG ADULT	78.64	
Total RECORDED BOOKS, LLC:				135.54	
<b>ROCKY MOUNTAIN POWER</b>					
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-42-270 UTILITIES	2,453.55	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-53-635 FESTIVAL PROMOTIONS	30.89	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-60-270 UTILITIES	569.01	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-73-270 UTILITIES	1,591.56	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-76-270 UTILITIES	119.99	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-79-272 UTILITIES-RAIL ROAD CROSSING	58.44	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-79-271 UTILITIES-STREET LIGHTING	7,687.37	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-83-270 UTILITIES	2,895.41	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-87-270 UTILITIES	1,655.75	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-90-270 UTILITIES	491.93	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	10-92-270 UTILITIES	4,362.59	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	20-40-270 UTILITIES	12,243.61	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	22-40-270 UTILITIES	163.93	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	24-40-270 UTILITIES	3,707.89	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	28-40-270 UTILITIES	510.22	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	51-40-270 UTILITIES	22,961.91	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	52-55-270 UTILITIES	2,445.80	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	53-56-270 UTILITIES	11,780.72	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	55-40-270 UTILITIES	11.77	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	56-41-270 UTILITIES	521.24	
JAN 2014	POWER BILL-JAN 2014	02/03/2014	61-40-270 UTILITIES	1,648.49	
Total ROCKY MOUNTAIN POWER:				77,912.07	
<b>SCHMIDT CONSTRUCTION</b>					
09498	EAST BENCH TRAIL	01/28/2014	26-40-739 CAP OUTLAY-TRAIL EXPANSION	130.88	
09499	EAST BENCH TRAIL	01/29/2014	26-40-739 CAP OUTLAY-TRAIL EXPANSION	109.12	
09500	EAST BENCH TRAIL	01/30/2014	26-40-739 CAP OUTLAY-TRAIL EXPANSION	161.04	
Total SCHMIDT CONSTRUCTION:				401.04	
<b>SCHOLZEN PRODUCTS COMPANY</b>					
861803	100592-FIRE HOSE	01/28/2014	10-79-410 SPECIAL DEPARTMENT SUPPLIES	377.16	
863214	100592-MISCELLANEOUS SUPPLIES	02/04/2014	51-40-255 WATER SYSTEM MAINTENANCE	909.85	



Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
Total SCHOLZEN PRODUCTS COMPANY:				1,287.01	
<b>SHAKESPEAR SALES &amp; SERVICE</b>					
31492	DRINKING FOUNTAIN REPAIR	12/02/2013	20-40-262 BUILDING & GROUND MAINTENANCE	427.78	
Total SHAKESPEAR SALES & SERVICE:				427.78	
<b>SHARKY LLC</b>					
4005	CHEMICALS	02/06/2014	20-40-254 CHEMICALS	1,006.61	
Total SHARKY LLC:				1,006.61	
<b>SPECTRUM</b>					
2000025637	06100014 000-L9255 PUBLIC NOTICE	02/04/2014	10-60-620 COMMUNITY PROMOTION & RECRUIT	151.50	
2000025732	06100014 000-L9260 ADOPT OF ORD	02/06/2014	10-41-220 PUBLIC NOTICES	114.14	
2000025736	06100014 000-L9261 NOT OF ADOPTI	02/05/2014	10-41-220 PUBLIC NOTICES	114.14	
2000025738	06100014 000-L9262 ADOPT OF ORD	02/06/2014	10-41-220 PUBLIC NOTICES	114.14	
2000025941	06100014 000-L9268 NOTICE	02/07/2014	10-41-220 PUBLIC NOTICES	146.70	
Total SPECTRUM:				640.62	
<b>STEWART BROTHERS ELECTRIC</b>					
82851	HVAC BLOWER MOTOR	02/07/2014	53-56-252 EQUIPMENT MAINTENANCE	197.68	
Total STEWART BROTHERS ELECTRIC:				197.68	
<b>STRAIGHT STRIPE PAINTING, INC.</b>					
5075	STRIPING	01/27/2014	10-79-266 MAINTENANCE-STRIPING	460.00	
Total STRAIGHT STRIPE PAINTING, INC.:				460.00	
<b>STREAM TELECOM</b>					
3513	PROGRAMMING CHANGES	02/10/2014	10-81-252 EQUIPMENT MAINTENANCE	85.00	
Total STREAM TELECOM:				85.00	
<b>SUMMIT PRINTING</b>					
191439	1,000 HAND CHECKS	01/31/2014	10-41-240 OFFICE SUPPLIES & EXPENSE	209.65	
Total SUMMIT PRINTING:				209.65	
<b>SUN LIFE FINANCIAL</b>					
FEB 2014	LIFE INSURANCE	02/18/2014	10-41-132 EMPLOYEE INSURANCE	84.53	
FEB 2014	LIFE INSURANCE	02/18/2014	10-42-132 EMPLOYEE INSURANCE	2.38	
FEB 2014	LIFE INSURANCE	02/18/2014	10-44-132 EMPLOYEE INSURANCE	54.58	
FEB 2014	LIFE INSURANCE	02/18/2014	10-60-132 EMPLOYEE INSURANCE	21.83	
FEB 2014	LIFE INSURANCE	02/18/2014	10-70-132 EMPLOYEE INSURANCE	433.82	
FEB 2014	LIFE INSURANCE	02/18/2014	10-73-132 EMPLOYEE INSURANCE	130.98	
FEB 2014	LIFE INSURANCE	02/18/2014	10-75-132 EMPLOYEE INSURANCE	21.83	
FEB 2014	LIFE INSURANCE	02/18/2014	10-76-132 EMPLOYEE INSURANCE	21.83	
FEB 2014	LIFE INSURANCE	02/18/2014	10-77-132 EMPLOYEE INSURANCE	21.83	
FEB 2014	LIFE INSURANCE	02/18/2014	10-78-132 EMPLOYEE INSURANCE	65.49	
FEB 2014	LIFE INSURANCE	02/18/2014	10-79-132 EMPLOYEE INSURANCE	98.24	
FEB 2014	LIFE INSURANCE	02/18/2014	10-81-132 EMPLOYEE INSURANCE	54.58	
FEB 2014	LIFE INSURANCE	02/18/2014	10-83-132 EMPLOYEE INSURANCE	65.49	
FEB 2014	LIFE INSURANCE	02/18/2014	10-84-132 EMPLOYEE INSURANCE	32.75	
FEB 2014	LIFE INSURANCE	02/18/2014	10-87-132 EMPLOYEE INSURANCE	31.36	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
FEB 2014	LIFE INSURANCE	02/18/2014	10-90-132 EMPLOYEE INSURANCE	10.92	
FEB 2014	LIFE INSURANCE	02/18/2014	10-92-132 EMPLOYEE INSURANCE	21.82	
FEB 2014	LIFE INSURANCE	02/18/2014	20-40-132 EMPLOYEE INSURANCE	18.05	
FEB 2014	LIFE INSURANCE	02/18/2014	24-40-132 EMPLOYEE INSURANCE	10.92	
FEB 2014	LIFE INSURANCE	02/18/2014	28-40-132 EMPLOYEE INSURANCE	43.66	
FEB 2014	LIFE INSURANCE	02/18/2014	51-40-132 EMPLOYEE INSURANCE	117.29	
FEB 2014	LIFE INSURANCE	02/18/2014	52-55-132 EMPLOYEE INSURANCE	43.66	
FEB 2014	LIFE INSURANCE	02/18/2014	53-56-132 EMPLOYEE INSURANCE	65.49	
FEB 2014	LIFE INSURANCE	02/18/2014	54-40-132 EMPLOYEE INSURANCE	9.53	
FEB 2014	LIFE INSURANCE	02/18/2014	55-40-132 EMPLOYEE INSURANCE	32.70	
JAN 2014	LIFE INSURANCE	02/18/2014	10-41-132 EMPLOYEE INSURANCE	84.53	
JAN 2014	LIFE INSURANCE	02/18/2014	10-42-132 EMPLOYEE INSURANCE	2.38	
JAN 2014	LIFE INSURANCE	02/18/2014	10-44-132 EMPLOYEE INSURANCE	54.58	
JAN 2014	LIFE INSURANCE	02/18/2014	10-60-132 EMPLOYEE INSURANCE	21.83	
JAN 2014	LIFE INSURANCE	02/18/2014	10-70-132 EMPLOYEE INSURANCE	433.82	
JAN 2014	LIFE INSURANCE	02/18/2014	10-73-132 EMPLOYEE INSURANCE	130.98	
JAN 2014	LIFE INSURANCE	02/18/2014	10-75-132 EMPLOYEE INSURANCE	21.83	
JAN 2014	LIFE INSURANCE	02/18/2014	10-76-132 EMPLOYEE INSURANCE	21.83	
JAN 2014	LIFE INSURANCE	02/18/2014	10-77-132 EMPLOYEE INSURANCE	21.83	
JAN 2014	LIFE INSURANCE	02/18/2014	10-78-132 EMPLOYEE INSURANCE	65.49	
JAN 2014	LIFE INSURANCE	02/18/2014	10-79-132 EMPLOYEE INSURANCE	98.24	
JAN 2014	LIFE INSURANCE	02/18/2014	10-81-132 EMPLOYEE INSURANCE	54.58	
JAN 2014	LIFE INSURANCE	02/18/2014	10-83-132 EMPLOYEE INSURANCE	65.49	
JAN 2014	LIFE INSURANCE	02/18/2014	10-84-132 EMPLOYEE INSURANCE	32.75	
JAN 2014	LIFE INSURANCE	02/18/2014	10-87-132 EMPLOYEE INSURANCE	31.36	
JAN 2014	LIFE INSURANCE	02/18/2014	10-90-132 EMPLOYEE INSURANCE	10.92	
JAN 2014	LIFE INSURANCE	02/18/2014	10-92-132 EMPLOYEE INSURANCE	21.82	
JAN 2014	LIFE INSURANCE	02/18/2014	20-40-132 EMPLOYEE INSURANCE	18.05	
JAN 2014	LIFE INSURANCE	02/18/2014	24-40-132 EMPLOYEE INSURANCE	10.92	
JAN 2014	LIFE INSURANCE	02/18/2014	28-40-132 EMPLOYEE INSURANCE	43.66	
JAN 2014	LIFE INSURANCE	02/18/2014	51-40-132 EMPLOYEE INSURANCE	117.29	
JAN 2014	LIFE INSURANCE	02/18/2014	52-55-132 EMPLOYEE INSURANCE	43.66	
JAN 2014	LIFE INSURANCE	02/18/2014	53-56-132 EMPLOYEE INSURANCE	65.49	
JAN 2014	LIFE INSURANCE	02/18/2014	54-40-132 EMPLOYEE INSURANCE	9.53	
JAN 2014	LIFE INSURANCE	02/18/2014	55-40-132 EMPLOYEE INSURANCE	32.70	
Total SUN LIFE FINANCIAL:				3,031.12	
<b>SWRCA</b>					
2014	SOUTHWEST REGIONAL CLERK DUE	02/11/2014	10-44-210 SUBSCRIPTIONS & MEMBERSHIPS	20.00	
Total SWRCA:				20.00	
<b>SYSCO LAS VEGAS INC.</b>					
602802808	CONCESSION MERCHANDISE	02/04/2014	20-40-482 MERCHANDISE-CONCESSIONS	664.24	
602828912	CONCESSION MERCHANDISE	02/07/2014	20-40-482 MERCHANDISE-CONCESSIONS	427.92	
Total SYSCO LAS VEGAS INC.:				1,092.16	
<b>TACTEC</b>					
13114	RADIOS	07/16/2013	10-78-930 INVENTORY	467.00	
13329	RADIO MAINTENANCE	01/31/2014	10-70-255 MAINTENANCE-RADIOS	93.00	
13346	RADIO SERVICE	02/11/2014	22-40-270 UTILITIES	120.00	
Total TACTEC:				680.00	
<b>THE TIRE AND AUTO CENTER</b>					
14750	TIRES	02/05/2014	10-78-930 INVENTORY	672.64	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
Total THE TIRE AND AUTO CENTER:				672.64	
<b>UNIFIRST CORPORATION</b>					
352 0325478	UNIFORM SERVICE	02/05/2014	10-78-451 UNIFORM SERVICE	88.94	
352 0325605	UNIFORM SERVICES	02/07/2014	53-56-451 UNIFORM SERVICE	24.91	
352 0325605	MATS & MOPS	02/07/2014	53-56-262 BUILDING & GROUND MAINTENANCE	20.75	
Total UNIFIRST CORPORATION:				134.60	
<b>UPPER CASE PRINTING, INK.</b>					
7896	NEWSLETTERS	02/06/2014	10-41-221 NEWSLETTER	493.73	
Total UPPER CASE PRINTING, INK.:				493.73	
<b>UTAH STATE RETIREMENT BOARD</b>					
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-41-132 EMPLOYEE INSURANCE	101.98	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-42-132 EMPLOYEE INSURANCE	1.90	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-44-132 EMPLOYEE INSURANCE	60.95	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-60-132 EMPLOYEE INSURANCE	21.81	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-70-132 EMPLOYEE INSURANCE	362.62	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-75-132 EMPLOYEE INSURANCE	23.08	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-76-132 EMPLOYEE INSURANCE	13.22	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-77-132 EMPLOYEE INSURANCE	7.70	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-78-132 EMPLOYEE INSURANCE	54.61	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-79-132 EMPLOYEE INSURANCE	70.55	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-81-132 EMPLOYEE INSURANCE	83.05	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-83-132 EMPLOYEE INSURANCE	51.04	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-84-132 EMPLOYEE INSURANCE	21.09	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-87-132 EMPLOYEE INSURANCE	37.97	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-90-132 EMPLOYEE INSURANCE	9.95	
MAY 2013	LONG TERM DISABILITY	06/07/2013	10-92-132 EMPLOYEE INSURANCE	20.02	
MAY 2013	LONG TERM DISABILITY	06/07/2013	20-40-132 EMPLOYEE INSURANCE	14.23	
MAY 2013	LONG TERM DISABILITY	06/07/2013	24-40-132 EMPLOYEE INSURANCE	19.02	
MAY 2013	LONG TERM DISABILITY	06/07/2013	28-40-132 EMPLOYEE INSURANCE	17.89	
MAY 2013	LONG TERM DISABILITY	06/07/2013	51-40-132 EMPLOYEE INSURANCE	98.20	
MAY 2013	LONG TERM DISABILITY	06/07/2013	52-55-132 EMPLOYEE INSURANCE	34.68	
MAY 2013	LONG TERM DISABILITY	06/07/2013	53-56-132 EMPLOYEE INSURANCE	62.54	
MAY 2013	LONG TERM DISABILITY	06/07/2013	54-40-132 EMPLOYEE INSURANCE	8.53	
MAY 2013	LONG TERM DISABILITY	06/07/2013	55-40-132 EMPLOYEE INSURANCE	16.01	
Total UTAH STATE RETIREMENT BOARD:				1,210.64	
<b>UTAH STATE TAX COMMISSION</b>					
JAN 2014	SALES TAX JAN 2014	02/07/2014	10-34-754 CROSS HOLLOW CENTER USE FEES	42.58	
JAN 2014	SALES TAX JAN 2014	02/07/2014	10-41-612 SALES TAX	36.96	
JAN 2014	SALES TAX JAN 2014	02/07/2014	20-40-612 SALES TAX	2,083.80	
JAN 2014	SALES TAX JAN 2014	02/07/2014	28-40-612 SALES TAX	541.75	
JAN 2014	SALES TAX JAN 2014	02/07/2014	55-40-612 SALES TAX	81.64	
Total UTAH STATE TAX COMMISSION:				2,786.73	
<b>UTAH STATE, DIV OF FINANCE</b>					
013014	B5303-LIBRARY BOND PAYMENT	01/30/2014	31-40-811 PRIN-LIBRARY GO BOND	99,000.00	
013014	B5303-LIBRARY BOND PAYMENT	01/30/2014	31-40-821 INT-LIBRARY GO BOND	40,900.00	
Total UTAH STATE, DIV OF FINANCE:				139,900.00	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
<b>VIKING-CIVES MIDWEST, INC.</b>					
65486	PLOW BLADE	02/10/2014	10-79-267 MAINTENANCE-SNOW REMOVAL	5,000.00	
Total VIKING-CIVES MIDWEST, INC.:				5,000.00	
<b>VISA</b>					
FEB 2014	4144 7110 003 4232 -PINS & CHAIRS	02/02/2014	10-41-240 OFFICE SUPPLIES & EXPENSE	932.00	
FEB 2014	4144 7110 003 4232 -SWEARING IN CE	02/02/2014	10-41-610 SUNDRY	324.94	
FEB 2014	4144 7110 003 4232 -LEGISLATIVE DA	02/02/2014	10-41-325 YOUTH CITY COUNCIL	460.00	
Total VISA:				1,716.94	
<b>WARNER TRUCK CENTER</b>					
938684	17953-PARTS	01/28/2014	10-78-930 INVENTORY	139.66	
94001	17953-PARTS	01/08/2014	10-78-930 INVENTORY	36.42	
941066	17953-PARTS	01/13/2014	10-78-930 INVENTORY	74.15	
941068	17953-PARTS	01/16/2014	10-78-930 INVENTORY	136.78	
CM940001	17953-PARTS	01/22/2014	10-78-930 INVENTORY	( 27.42)	
Total WARNER TRUCK CENTER:				359.59	
<b>WASHINGTON COUNTY SOLID WASTE</b>					
7136	RECYCLING PROGRAM	01/31/2014	55-40-641 RECYCLING PROGRAM	1,600.00	
Total WASHINGTON COUNTY SOLID WASTE:				1,600.00	
<b>WATER SAFETY PRODUCTS INC.</b>					
142246	MERCHANDISE	02/10/2014	20-40-481 MERCHANDISE	1,943.75	
Total WATER SAFETY PRODUCTS INC.:				1,943.75	
<b>WAXIE SANITARY SUPPLY</b>					
74384995	CLEANING SUPPLIES	01/22/2014	20-40-261 JANITORIAL SUPPLIES138.92		
Total WAXIE SANITARY SUPPLY:				138.92	
<b>WHEELER MACHINERY COMPANY</b>					
SS000007305	015002-RAM FOR BACKHOE	01/22/2014	10-79-252 EQUIPMENT MAINTENANCE	5,491.77	
Total WHEELER MACHINERY COMPANY:				5,491.77	
<b>WINKEL DISTRIBUTING</b>					
030881	CONCESSIONS MERCHANDISE	05/15/2013	20-40-482 MERCHANDISE-CONCESSIONS	131.20	
032216	CONCESSIONS MERCHANDISE	02/05/2014	20-40-482 MERCHANDISE-CONCESSIONS	333.00	
Total WINKEL DISTRIBUTING:				464.20	
Grand Totals:				442,879.04	

Invoice Number	Description	Invoice Date	GL Account and Title	Net Invoice Amount	Date Paid
Dated:					
Mayor:					
City Council:					

City Recorder:

*Renon Savage*

City Treasurer:

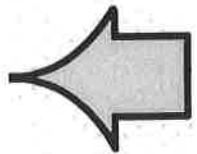
*Wendy C. Bong*

## Report Criteria:

Detail report.

Invoices with totals above \$0 included.

Paid and unpaid invoices included.





# 7

CEDAR CITY RESOLUTION NO. \_\_\_\_\_

A RESOLUTION OF THE CEDAR CITY COUNCIL AMENDING THE CITY'S CONSOLIDATED FEE SCHEDULE AND  
ESTABLISHING RATES FOR SASO FLIGHT SCHOOL OPERATORS.

**WHEREAS,** Cedar City owns and operates the Cedar City Regional Airport; and

**WHEREAS,** vendor classification at the Cedar City Regional Airport include a Specialized Aviation Service Operators and flight schools; and

**WHEREAS,** Specialized Aviation Service Operators and flight schools provide a significant amount of traffic at the airport; and

**WHEREAS,** to offset the expense related to maintenance and operation of the entire airport associated with the Specialized Aviation Service Operators and flight schools it is necessary to establish fees applicable fees; and

**WHEREAS,** Cedar City maintains a consolidated fee schedule which contains the fees applicable to the Cedar City Regional Airport.

**NOW THEREFORE BE IT RESOLVED** by the City Council of Cedar City, State of Utah, that the following struck through language is removed from the City's consolidated fee schedule and the following underlined language is included in the City's consolidated fee schedule:

**AIRPORT**

Concession Fees

Rental Cars	10% of gross revenue
Vending Machines	25% of gross revenue
FAA Flight Service Station	As set by contract with FAA

Facilities Rental

Snow Cat Garage Rental	\$850 per month
Terminal Area – Main Floor	\$1.15 per square foot per month
Terminal Area – Upper Floor	\$0.71 per square foot per month

Fuel

Aeronautical Fuel Tax	\$0.03 per gallon
FBO Fuel Storage Fee	\$0.05 per gallon
Government contract Helicopter or SET with fuel on airport not purchased from FBO	\$0.30 per gallon pay to FBO by aircraft operator and FBO to apply gallons to above rate and pay City.

Hangar Rental

Fed-Ex Hangar	\$391.25 per month
Large Hangar with Heater	\$215 per month
T-Hangar	\$120 per month
Tie down/overnight parking fee (after 1st night)	\$10.00

Tide down/overnight parking fee-monthly	\$35.00
Tie down/overnight parking fee-annual	\$300.00
Land	
Leases	
BLM Tank Base	No charge
Civil Air Patrol	No charge
Improved Airport Apron Space	\$0.25 per square foot per year
Initiation Fee	\$500 (credited to lease payments if lease executed)
Raw Land	\$0.09 per square foot per year
Landing Fees	
BLM – Multi-Engine Tanker	\$75.00 per landing, as modified by future agreement
BLM – Single Engine Tanker	\$15.00 per landing, as modified by future agreement
Commercial Aviation	\$0.50 per 1,000 lbs max takeoff weight. <u>Commercial Airlines, Charter Operations, Cargo Operations</u>
General Aviation	No charge
<u>SASO Flight School Operator Fees</u>	<u>Operator must select between monthly or per landing rate. Reviewed annually.</u>
<u>Fixed Wing</u>	<u>\$.50 per landing</u>
<u>Helicopter/Rotorcraft</u>	<u>\$7.50 per landing or \$1250 per month. Monthly rate based on up to 10 helicopters. Each additional helicopter is an additional 10% of monthly fee per month.</u>
Parking	
Rental Cars	\$0.06 per square foot per year
General Vehicles	No charge
Other fees	
Hazardous waste spill	\$250.00
Construction clean up deposit (refundable)	\$1,000.00
SASO initiation/annual license fee	\$100.00
FBO initial license application fee	\$500.00

**NOW THEREFORE BE IT FURTHER RESOLVED** by the City Council of Cedar City, State of Utah, that City staff is authorized to make such changes to the format of the fee schedule as are necessary to accommodate the amendments contained herein as long as those amendments do not impact the substance of the fee schedule.

*Remainder of page intentionally left blank.*



AYES \_\_\_\_\_ NAYS \_\_\_\_\_ ABSTAINED \_\_\_\_\_

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2014.

[SEAL]  
ATTEST:

---

MAILE L. WILSON  
MAYOR

---

RENON SAVAGE  
RECORDER



#8

CEDAR CITY ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE AMENDING THE CITY'S ANIMAL CONTROL ORDINANCE TO PROVIDE FOR  
CAT FOSTER CARE AND ADOPTION SERVICES.

**WHEREAS**, Cedar City operates an animal shelter with limited space and  
resources; and

**WHEREAS**, cats are frequently housed at the Cedar City Animal Shelter and if  
the cats are not claimed or adopted within a reasonable time the run the risk of being  
euthanized; and

**WHEREAS**, some alternatives to euthanizing cats include sending them to other  
animal shelters or working with third party groups outside of Cedar City; and

**WHEREAS**, some of the cats that come through the Cedar City Animal Shelter  
are feral and not suitable for adoption by the general public; and

**WHEREAS**, some of the cats that come through the Cedar City Animal Shelter  
are suitable for adoption; and

**WHEREAS**, the City has been approached by individuals residing within Cedar  
City that are willing to run a cat foster care program whereby they would take adoptable  
cats from the Cedar City Animal Shelter into their home and socialize these cats with  
other like natured cats and after some time the cats would be adopted to an  
appropriate person; and

**WHEREAS**, Cedar City would like to work with the foster cat provider in an effort  
to reduce the number of cats that are euthanized and facilitate greater opportunities for  
cat adoption.

**NOW THEREFORE BE IT ORDAINED** by the City Council of Cedar City, State of  
Utah, that the section of the City's Animal Control ordinance contained herein is hereby  
amended to exclude the struck through language and include the underlined language:

#### **ARTICLE IV**

##### **REGULATORY PERMITS & LICENSES**

Section 11-IV-1 Required Permits and Licenses

Section 11-IV-2 Kennel Permits

Section 11-IV-3 Breeder's Permit

Section 11-IV-4 Cat Foster Care Permit

Section 11-IV-~~5~~4 Posting of Licenses; Transferability; Changes

Section 11-IV-~~6~~5 Suspension or Revocation of License

**SECTION 11-IV-1      Required Permits and Licenses.**

It shall be unlawful for any person to operate or maintain a cattery, pet shop, groomery, riding school or stable, veterinary clinic or hospital, or any similar establishment, unless such establishment is located in a zoning district allowing such use as either a permitted or conditional use and such person first obtains all necessary permits and licenses therefore as required by City ordinance.

**SECTION 11-IV-2      Kennel Permits.**

- (A) It shall be unlawful for any person to own, keep or maintain more animals than allowed under Chapter 26, Cedar City Ordinances and never more than two (2) dogs, two (2) cats, and two (2) rabbits at any one residence, place of business, or undeveloped lot, unless that person is in possession of a Kennel Permit, or the animals are offspring less than four (4) months of age not to exceed two litters under the age of four (4) months old at any one time.
- (B) In addition to any requirements of this Chapter, holders of Kennel Permits must comply with any limitations set by Chapter 26, Cedar City Ordinances.
- (C) Any person conducting, operating, or maintaining a kennel shall pay to the Division of Animal Control an annual fee as established by Council Resolution for each calendar year that the kennel is in operation. All kennels are subject to inspection without notice.

Amended by Cedar City Ordinance No. 0112-14-1

**SECTION 11-IV-3      Breeder's Permit.**

- (A) Any person who owns an unsterilized dog and/or cat for the purpose of breeding with or without the intent to cause the whelping, sale, or transfer of ownership must pay an annual breeder's fee as established by Council Resolution to the Division prior to any attempted breeding. Each person subject to this provision shall:
  - (1) Not allow the whelping of more than one (1) litter each per dog or cat in any twelve (12) month period, unless the owner is forced to destroy a litter due to poor health or illness;

- (2) Not sell, transfer ownership of or release any animal until such a time that it is able to eat solid food, unless transferred with the dam or to a licensed vet; and
  - (3) Provide the Division with a breed and color description of the dam/sire at the time the permit is purchased.
- (B) Except as directed by Subsection (C), no person shall have in their possession a litter of dogs or cats unless that person had previously obtained a still-valid Breeder's Permit. Violations of this Chapter shall be determined according to ownership status at the time of whelping, notwithstanding any transfer of ownership, including the surrendering of ownership to the Division after whelping.
- (C) Within thirty (30) days of receiving a citation or Criminal Information for a violation of Subsection (B), the charged person may provide proof that the dam involved in the violation has been spayed. If such proof is provided within the thirty (30) days, the City will request that the Court dismiss the criminal charge.

#### **SECTION 11-IV-4 Cat Foster Care Permit.**

A resident may apply to Cedar City Police Department's Division of Animal Control for a permit to operate a Cat Foster Care Program to promote the adoption of cats from the Cedar City Animal Shelter. The requesting resident must make application to the Cedar City Police Department's Division of Animal Control and comply with the following regulations.

(A) The Cat Foster Care program must be a non-profit cat adoption program and charge no fees to the party adopting the cat except for such fees as are required by Cedar City.

(B) All cats involved in the Cat Foster Care program must come from the Cedar City Animal Shelter.

(C) Cedar City Animal Control adoption fees shall be paid upon adoption of cats from the Cat Foster Care Program.

(D) Cedar City Animal Control paperwork shall be required upon the adoption of cats from the Cat Foster Care Program.

(E) The Cedar City Animal Control shall conduct monthly checks of the person(s) residence involved in the Cat Foster Care Program to insure all policies are followed and that all cats are cared for.

(F) All parties residing in the home where a Cat Foster Care program is operating pursuant to this permit must execute in writing a waiver allowing Cedar City Animal Control access to their property to conduct monthly inspections upon reasonable notice and without the necessity of having to obtain a warrant.

**Comment [P1]:** Chief, I hope you don't mind I inserted this paragraph so that we could be assured access to the home.

(G) No more than five (5) foster cats will be allowed at one time in each residence. All foster cats must be more than six (6) months old to be allowed in the Cat Foster Care program.

(H) No more than two (2) litters with a nursing mother or not more than one (1) litter without a nursing mother will be allowed at one time in a residence.

(I) Persons residing in the home where the Cat Foster Care program is located shall be allowed two (2) cats of their own as personal pets.

(J) Persons wishing to host a Cat Foster Care program within their home and those that will be involved in the Cat Foster Care program must pass a background check.

**Comment [P2]:** Chief,

I think we need to include some language in this paragraph that sets out what type of background will disqualify a person from participating in the program. One example may be after the word "check" insert, "to insure they do not have a record of conduct that would be adverse to the health of the animals in the program". May also want to include a no felons provision.

(K) The Cedar City Animal Shelter will be notified of any health related issues associated with cats involved in the Cat Foster Care Program.

#### **SECTION 11-IV-54- Posting of Licenses and Permits; Transferability; Changes.**

All valid licenses and permits shall be posted in a conspicuous place in each establishment, and licenses and permits shall not be transferable to other locations. The licensee/permittee shall notify the Division of any change in location or ownership prior to such change or within 5 business days of such change if such change is unexpected.

#### **SECTION 11-IV-65 Suspension or Revocation of Kennel Permit.**

I. A kennel permit may be suspended or revoked, or a permit application rejected for falsification of facts in the permit application or for violation of any of the provisions of this Chapter or any other law or regulation governing the establishment such as but not limited to:

- A. Kennels are not properly maintained upon inspection;
- B. Neglect of animals is reported or discovered upon inspection;
- C. Two (2) or more violations of this Chapter;
- D. Animals are found running at large; or
- E. Refusal of kennel owner to allow Division personnel to inspect kennel upon demand.
- F.

- II. If the inspection of a permittee discloses a violation, the Director or designee shall notify the permittee of the following:
  - A. The specific violations found;
  - B. A specific and reasonable period of time for the correction of the violations found, said time period not being less than five (5) days nor more than two (2) months, unless exigent circumstances require a different time period;
  - C. Notice that failure to correct may result in immediate suspension of the license; and
  - D. An opportunity for appeal pursuant to the requirements of this Chapter.
- III. Notice shall be deemed to have been properly served when the original of the inspection report form or other notice has been delivered personally to the permittee or person in charge, or such notice has been sent by certified mail to the last known address of the permittee. A copy of such notice shall be filed with the records of the Division.
- IV. Any person found in violation of this Article shall be subject to:
  - A. Loss of kennel license and privileges for a period of two (2) years; and/or
  - B. Forcible seizure of all animals with all applicable fees to be paid by the owner of the animal and the kennel.

Amended by Cedar City Ordinance NO. \_\_\_\_\_

**NOW BE IT FURTHER ORDAINED** by the City Council of Cedar City, State of Utah, that in conjunction with this amendment to the City's animal control ordinance City staff may make such changes to the format of the City's animal control ordinance to accommodate this amendment that do not affect the substance of the ordinance.

*Remainder of page intentionally left blank.*

This ordinance, Cedar City Ordinance No. \_\_\_\_\_, shall become effective immediately upon approval from the City Council, signatures of the Mayor and City Recorder, and publication pursuant to state law.

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2014

\_\_\_\_\_  
MAILE L. WILSON  
MAYOR

[SEAL]  
ATTEST:

\_\_\_\_\_  
RENON SAVAGE  
RECORDER





**CEDAR CITY, UTAH**

**FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

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## **FINANCIAL SECTION**

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MEMBERS:

CHAD B. ATKINSON, CPA  
KRIS J. BRAUNBERGER, CPA  
DEAN R. BURDICK, CPA  
ROBERT S. COX, CPA  
TODD B. FELTNER, CPA  
K. MARK FROST, CPA

KENNETH A. HINTON, CPA  
MORRIS J. PEACOCK, CPA  
PHILLIP S. PEINE, CPA  
MICHAEL K. SPILKER, CPA  
KEVIN L. STEPHENS, CPA  
MARK E. TICHENOR, CPA

---

**Independent Auditors' Report**

The Honorable Mayor and  
Members of the City Council  
Cedar City, Utah 84720

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Cedar City, Utah, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Cedar City, Utah, as of June 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### *Other Matters*

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedule of funding progress – retiree healthcare insurance plan as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cedar City, Utah's basic financial statements. The combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2014, on our consideration of Cedar City, Utah's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Cedar City's internal control over financial reporting and compliance.

A handwritten signature in dark ink, appearing to read "Hinton Burdick, PLLC". The signature is fluid and cursive, with the letters "H", "B", and "P" being particularly prominent.

HintonBurdick, PLLC  
Cedar City, Utah  
January 31, 2014



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## MANAGEMENT'S DISCUSSION & ANALYSIS

This section of Cedar City's (the City's) annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year ended June 30, 2013. Please read this discussion and analysis in conjunction with the City's financial statements.

### FINANCIAL HIGHLIGHTS

- The City's total net assets at the close of the fiscal year were \$235,684,681. This amount is comprised of \$200,183,882 in capital assets net of related debt, \$7,507,975 of restricted net assets and \$27,992,824 in unrestricted net assets.
- Prior to all transfers in and out of the general fund, general fund revenues exceeded expenditures by \$2,236,188. After all transfers, general fund expenditures exceeded revenues by \$402,180. Transfers to the general fund for capital expenditures totaled \$974,554. Transfers from the general fund for capital projects, debt service and related expenses totaled \$3,612,922.
- The general fund's ending unassigned fund balance of \$3,376,298 represents 21 percent of the total budgeted expenditures and transfers for the fiscal year ending June 30, 2014.
- The City's total long-term debt increased \$2,404,234. The City issued \$4,000,000 in storm drain revenue bonds for storm drain infrastructure upgrades.
- Total net assets for the City's governmental activities decreased \$453,688 while total net assets for business-type activities increased \$2,140,672.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The City's annual financial report includes: 1) this discussion and analysis, which serves as an introduction to the City's basic financial statements; 2) the basic financial statements comprised of the government-wide financial statements, fund financial statements, and notes to the financial statements; and 3) other supplementary information.

**Government-wide financial statements.** The government-wide financial statements include a statement of net position and a statement of activities that provide a citywide perspective of the City's overall financial status. These statements are prepared using accrual accounting methods similar to those used in preparing the financial statements of private-sector businesses.

- The *statement of net position* presents information on all of the City's assets and liabilities. The difference between assets and liabilities represents the City's net assets. Increases or decreases in net assets, when viewed over a period of time, may

serve as a useful indicator of whether the financial position of the City is improving or deteriorating, respectively.

- The *statement of activities* presents information reflecting how the City's net assets changed during the fiscal year reported. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs irrespective of the timing of the related cash flows. Thus, all of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

Both of the government-wide financial statements distinguish between governmental activities, those principally supported by taxes and intergovernmental revenues, and business-type activities, those that are intended to recover all or a significant portion of their costs through user fees and charges.

The government-wide financial statements can be found on pages 18-19 of this report.

**Fund financial statements.** A fund is a group of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. This segregation is also used to ensure and demonstrate compliance with finance-related legal requirements. The City utilizes three types of funds: governmental, proprietary, and fiduciary funds.

- *Governmental funds* account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, these statements are prepared using modified accrual accounting methods, which measure cash and other financial assets readily convertible to cash and their balances available for use at year-end. As a result, these statements provide a short-term perspective of the City's general government operations and the basic services provided and may assist in determining the availability of financial resources that could be used in the near future to finance the City's programs.

Reconciliations between the long-term perspective of the government-wide financial statements and the short-term perspective of the fund financial statements are provided on page 21 and 23 of this report.

The City has identified one of its governmental funds to be a major governmental fund requiring separate reporting. The remaining governmental funds are non-major funds and are included in the combining statements on pages 62-69 of this report.

- *Proprietary funds* account for the same functions and utilize the same accounting methods reported as business-type activities in the government-wide financial statements. Full accrual accounting methods are used and provide both long and short-term financial information. The City uses enterprise funds and an internal service fund, types of proprietary funds, to account for its six business-type activities. Four of the City's enterprise funds qualify as major funds.

- *Fiduciary funds* account for resources held by the City for the benefit of parties outside the City. The City has a fiduciary responsibility to ensure that these resources are used for their intended beneficiaries and purposes. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds cannot be used to finance City programs. The City's fiduciary responsibilities are reported separately in a statement of fiduciary net assets and a statement of changes in fiduciary net assets. These statements are prepared using full accrual accounting methods similar to those used in preparing proprietary fund statements.

Fund financial statements can be found on pages 21-31 of this report.

**Notes to the financial statements.** The notes to the financial statements provide additional information essential to understanding the government-wide and fund financial statements. The notes to the financial statements are on pages 32-56 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As was previously noted, increases or decreases in net assets, when viewed over a period of time, may serve as a useful indicator of whether the financial position of the City is improving or deteriorating, respectively. The City's total net position, assets in excess of liabilities, totaled \$235,684,681.

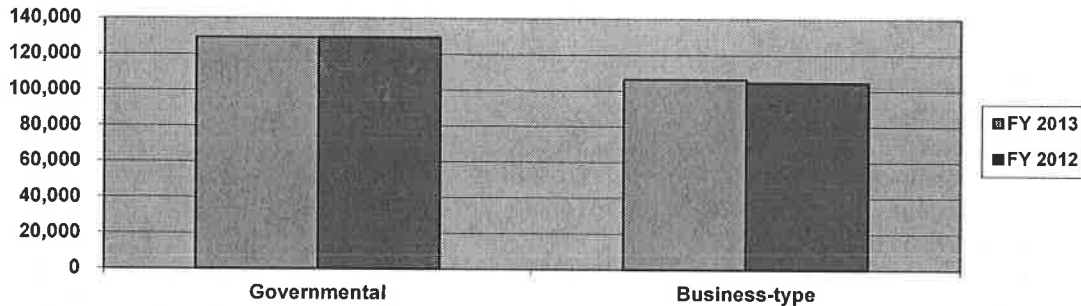
CEDAR CITY'S NET POSITION				
	Governmental Activities		Business-type Activities	
	2013	2012	2013	2012
Current and other assets	\$ 17,149,877	\$ 17,202,341	\$ 24,249,026	\$ 18,093,068
Capital assets	132,006,260	133,782,047	91,418,681	90,904,680
Total assets	149,156,137	150,984,388	115,667,707	108,997,748
Long-term debt outstanding	16,032,824	17,478,954	7,638,431	3,788,066
Other liabilities	3,863,484	4,165,222	1,604,424	552,197
Total liabilities	19,896,308	21,644,176	9,242,855	4,340,263
Net assets:				
Invested in capital assets, net of related debt	116,056,260	116,321,100	84,127,622	84,680,110
Restricted	4,194,634	5,993,428	3,313,341	3,266,786
Unrestricted	9,008,935	7,025,684	18,983,889	16,710,589
Total net position	\$129,259,829	\$129,340,212	\$106,424,852	\$104,657,485

# CHANGES IN CEDAR CITY'S NET POSITION

	Governmental Activities		Business-type Activities	
	2013	2012	2013	2012
Revenues:				
Program revenues				
Charges for services	\$3,523,690	\$2,855,948	\$ 7,984,205	\$ 7,930,243
Operating grants and contributions	627,882	896,497		
Capital grants and contributions	1,846,959	2,563,505	813,020	360,023
General Revenues				
Property taxes	5,205,871	5,266,318		
Other taxes	8,181,476	7,883,537		
Investment income	80,528	100,127	201,799	213,258
Other revenues	516,864	938,393		
Gain (loss) on sale/disposal of assets	48,290		(11,325)	(8,791)
Total revenues	20,031,560	20,504,325	8,987,699	8,494,733
Expenses:				
General government	993,414	1,063,509		
Police protection	4,055,698	4,210,975		
Other public safety and inspection services	2,181,088	2,129,172		
Streets and highways	4,460,258	5,042,316		
Parks, cemetery and public property	1,390,022	1,479,599		
Culture and recreation	3,670,064	2,893,017		
Public works	1,218,188	1,274,636		
Community and economic development	984,868	1,061,298		
Transportation services	1,008,368	1,063,099		
Interest and fiscal charges	523,280	597,837		
Golf course			0	647,199
Water			3,279,514	3,300,205
Sewer system			1,076,990	1,099,295
Regional sewer plant			1,652,603	1,706,162
Storm drain			383,362	348,797
Solid waste			454,558	472,272
Total expenses	20,485,248	20,815,458	6,847,027	7,573,930
Increase in net assets before transfers	(453,688)	(311,133)	2,140,672	920,803
Transfers	0	(277,680)	0	277,680
Increase in net assets	\$ (453,688)	\$ (588,813)	\$ 2,140,672	\$ 1,198,483

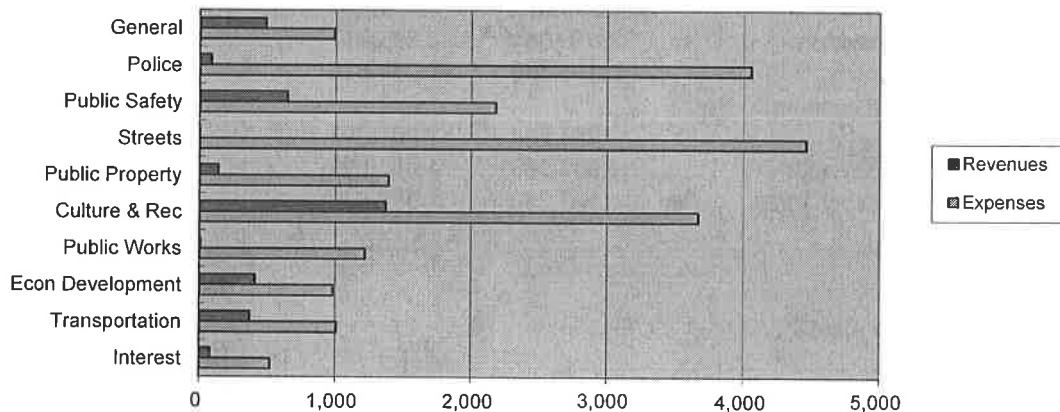
Governmental fund net assets decreased from \$129.3 million to \$129.2 million during fiscal year 2013, a decrease of .3 percent. Business-type net assets increased 2 percent from \$104.7 million in fiscal year 2012 to \$106.4 million in fiscal year 2013. This information is displayed in the graph below.

**CEDAR CITY'S NET POSITION BY FUND TYPE  
FY 2013 & FY 2012 COMPARISON  
(In thousands)**

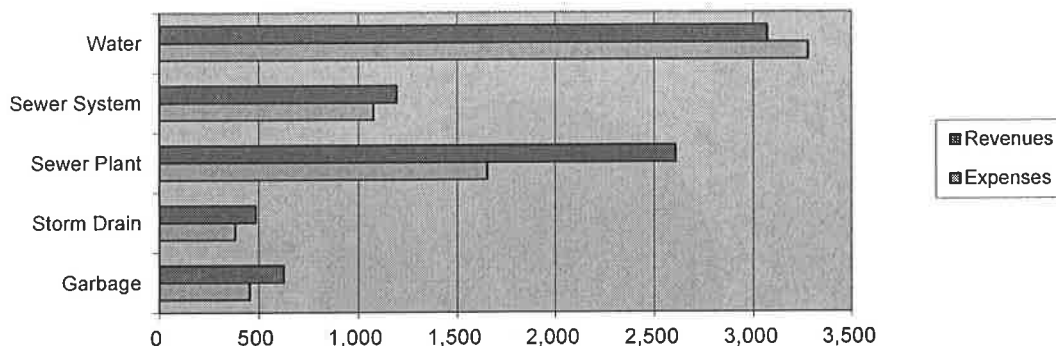


The following charts display program revenues and expenses for governmental activities and business-type activities for fiscal year 2013 as reflected in the statement of activities.

**PROGRAM REVENUES AND EXPENSES  
GOVERNMENTAL ACTIVITIES FOR FY 2013  
(In thousands)**



**PROGRAM REVENUES AND EXPENSES  
BUSINESS-TYPE ACTIVITIES FOR FY 2013  
(In thousands)**



**GOVERNMENTAL FUNDS FINANCIAL ANALYSIS**

As was previously noted, the City's governmental funds provide a short-term perspective of the City's general government operations and the financial resources available in the near future to finance the City's programs. Differences between available financial resources and the short-term obligations of general government operations are reported as fund balances. Fund balances are designated as nonspendable, restricted, committed, assigned or unassigned.

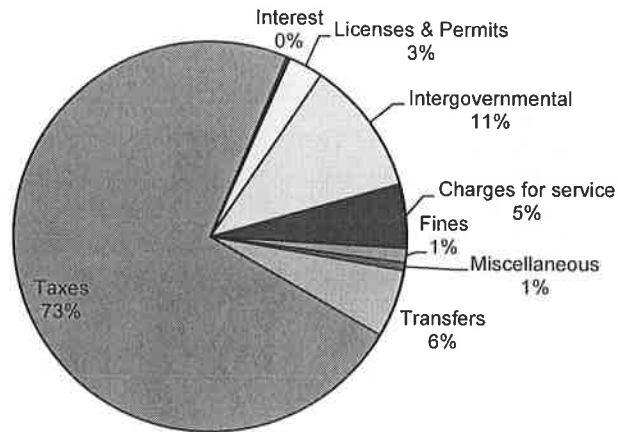
As of June 30, 2013, the City's governmental funds, which include the general fund, all special revenue funds, debt service funds and capital project funds, report a combined fund balance of \$14,455,439. This combined balance represents an increase of \$211,036 from last year's ending combined fund balance.

The general fund is the main operating fund of the City. All governmental-type activities not accounted for in a special revenue fund, debt service fund or capital project fund are accounted for in the general fund. Accounting for activities in funds other than the general fund may be required by state regulations, local ordinances, or the City may simply desire to isolate the revenues and expenditures associated with a particular activity for management purposes.

The general fund fund balance decreased \$402,180 to \$5.1 million during the fiscal year ending June 30, 2013. The \$3.37 million unrestricted fund balance represents 21 percent of budgeted expenditures and transfers for the fiscal year ending June 30, 2014. State law requires municipalities maintain a fund balance between 5 and 25 percent of the subsequent year's budget.

The following charts identify general fund revenue sources and functional expenditures for fiscal year 2013.

**REVENUES BY SOURCE  
GENERAL FUND FOR FY 2013**



Taxes were the largest source of revenues in the general fund representing approximately 73 percent of total general fund revenues. Property tax revenues accounted for approximately 39 percent of all of the tax revenues generated in the general fund while sales taxes generated about 41 percent of the tax revenues. The remaining tax revenue was generated from franchise and energy taxes.

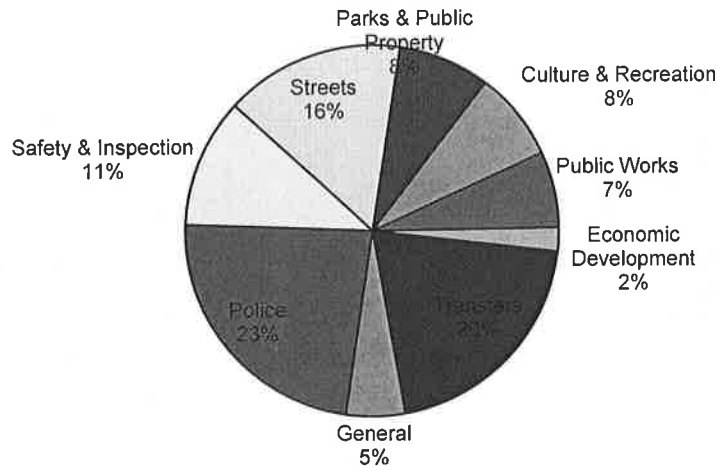
Intergovernmental revenues comprised of federal, state and local payments and grants accounted for 11 percent of the general fund revenues, the second largest category for fiscal year 2013. Approximately 51 percent of this revenue came from State of Utah road funds. Federal and state grants made up 18 percent of intergovernmental revenues, while payments from Iron County for services provided to the County by the City accounted for an additional 24 percent of intergovernmental revenues.

The third largest category, charges for services, made up 5 percent of general fund revenues. Approximately 51 percent of these revenues were operating reimbursements from enterprise funds to the general fund.

Transfers from the capital improvement fund, licenses and permits, fines and forfeitures, miscellaneous revenues and interest are the remaining categories of revenue within the general fund. When combined, these categories accounted for approximately 15 percent of general fund revenues.



**EXPENDITURES BY FUNCTION  
GENERAL FUND FOR FY 2013**



Police functions accounted for 23 percent of all general fund expenditures. Approximately 93 percent of the police expenditures were operating expenditures.

Streets accounted for 16 percent of all general fund expenditures. Approximately 10 percent of these costs were for capital projects including street and intersections improvements, sidewalk improvements and equipment.

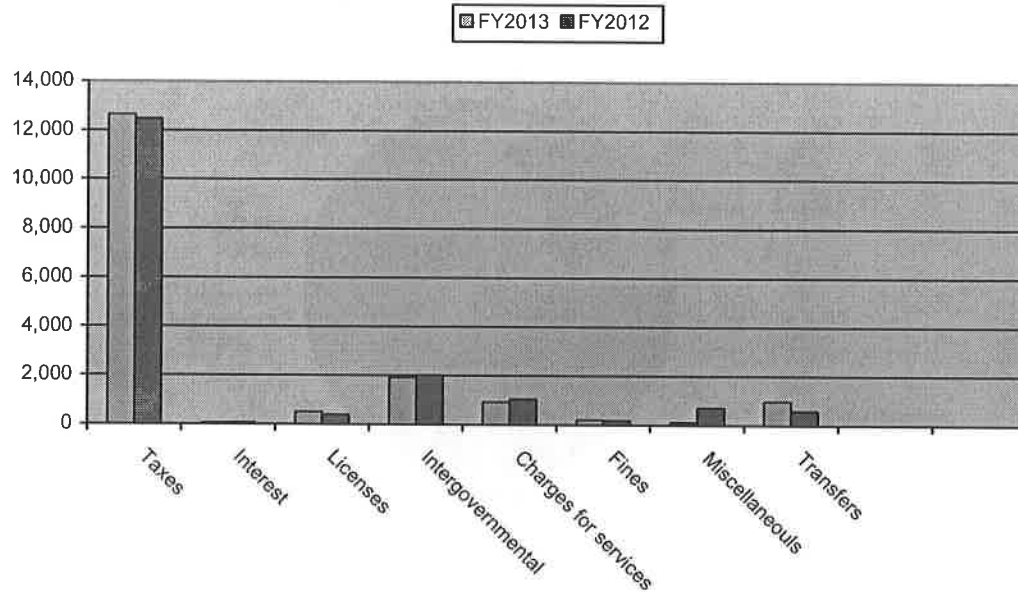
Transfers from the general fund to other funds, the second largest category, accounted for 20 percent of all general fund expenditures. Approximately 47 percent of the transfers were made to meet debt service obligations. An additional 17 percent of total transfers were made to subsidize operating costs for the aquatic center and golf course. The remaining 36 percent of transfers were made to special revenue funds.

Other public safety and inspection services accounted for 11 percent of all general fund expenditures. This category includes fire protection, building and zoning, animal control and justice court functions.

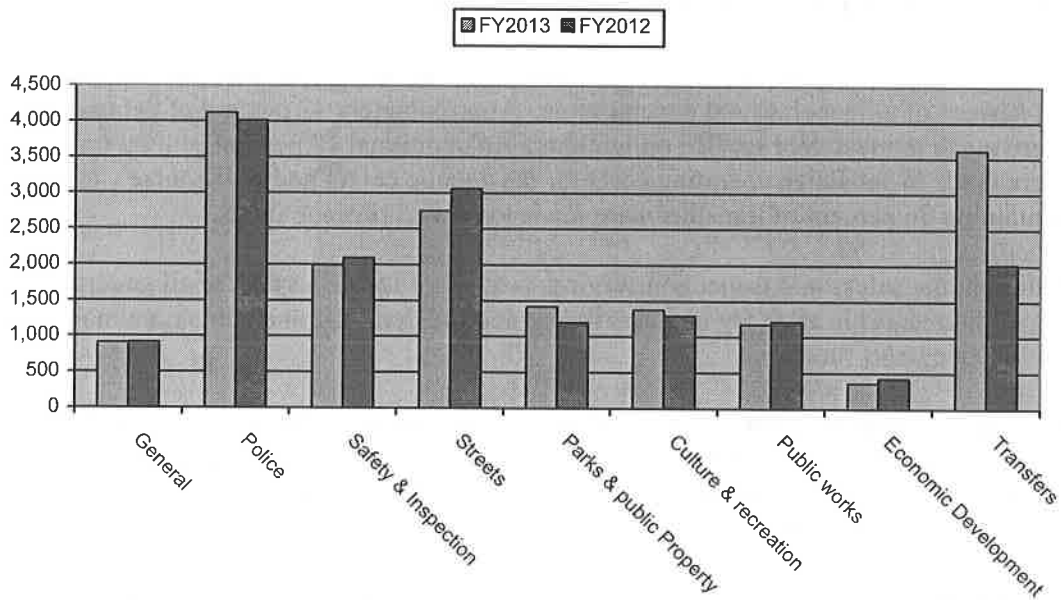
General government, public works, culture and recreation, parks and public property and economic development comprise the remaining categories of expenditures in the general fund. The combined percentage of expenditures in these categories accounted for 30 percent of total general fund expenditures.

The following charts compare fiscal year 2012 and 2013 general fund revenues and expenditures by source and function.

**REVENUES BY SOURCE**  
**GENERAL FUND COMPARISON FY 2013 & FY 2012**  
(In thousands)



**EXPENDITURES BY FUNCTION**  
**GENERAL FUND COMPARISON FY 2013 & FY 2012**  
(In thousands)



As was previously noted, the City maintains five enterprise funds and one internal service fund to account for its business-type activities. The separate fund statements provide the same information, with more detail, as the information provided for business-type activities in the government-wide financial statements.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

The fiscal year 2013 originally adopted budget for the general fund totaled \$16,322,017. The City Council approved two budget revisions during the year. The first revision increased the budget by \$901,833. Two main issues necessitated this revision. First, capital projects budgeted in fiscal year 2012 were not complete by the end of that fiscal year. Thus, approximately \$814,000 of remaining funds were carried over to fiscal year 2013 for completion of the projects. Second, grant revenues were carried over or secured subsequent to adoption of the original budget.

The second revision increased the budget an additional \$1,792,522. A budget transfer of \$950,000 from the general fund to the capital projects fund accounts for much of this increase. Additional grant revenues were secured subsequent to the initial budget revision.

Actual general fund expenditures and transfers for the year ending June 30, 2013, totaled \$17,713,474. This amount is \$1,391,457 above the originally adopted budget and \$1,302,898 below the final revised budget of \$19,016,372.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

As of June 30, 2013, the City had invested \$223,424,940, net of accumulated depreciation, in capital assets for its governmental and business-type activities.

CEDAR CITY'S CAPITAL ASSETS				
(net of depreciation)				
	Governmental Activities		Business-type Activities	
	2013	2012	2013	2012
Land and water rights	\$ 48,392,594	\$ 48,159,714	\$12,279,959	\$12,376,002
Buildings	40,775,336	38,753,906	2,101,828	2,211,483
Improvements	37,181,285	35,854,025	70,307,905	66,408,729
Office equipment	108,873	136,143	6,614	10,104
Machinery and equipment	2,168,363	1,533,264	507,820	750,585
Automobiles and trucks	2,377,655	2,553,778	1,165,347	645,280
Construction in progress	1,002,153	6,791,217	5,049,208	8,502,497
Total	<u>\$132,006,259</u>	<u>\$133,782,047</u>	<u>\$91,418,681</u>	<u>\$90,904,680</u>

Capital assets costing \$100,000 or more that have been added to the City's capital asset list during the current fiscal year include:

- \$145,889 golf cart storage facility funded with RAP tax
- \$154,088 Northfield road sewer line funded with an inter-fund loan
- \$147,117 Leigh hill access road funded with water user fees
- \$197,119 airport road water line funded with water user fees
- \$229,538 for a Condor automated garbage truck funded with solid waste fees
- \$297,454 Westview drive funded with transportation impact fees
- \$317,719 airport road improvements funded with C road funds
- \$335,922 2400 N funded with transportation impact fees
- \$359,688 SRE facility funded with a federal grant
- \$372,131 for a sewer cleaning truck funded with sewer collection fees
- \$412,636 Northfield road storm drain funded with user fees
- \$489,198 CATS shed building funded with a state grant
- \$720,219 Cove drive funded with a state grant and transportation impact fees
- \$1,266,728 airport fire station funded with a federal grant
- \$1,328,258 Quichapa well #8 funded with water fund user fees
- \$2,753,174 ball fields at the hills funded with contributions from the general fund, capital improvement fund, RDA fund, RAP tax fund, and park impact fees
- \$3,471,105 water line replacement project funded with water revenue bond

Additional information regarding the City's capital assets can be found in the footnotes to the financial statements.

### **Debt Administration**

State statute limits the amount of debt a city may issue to 4 percent of the fair market value of the taxable property within the city's jurisdiction, which totaled over \$1.797 billion for tax year 2012. An additional 8 percent of indebtedness may be issued for water, sewer or electricity when such public works are owned and controlled by the city. Cedar City's debt limit based on 2012 fair market values is \$215,714,532 comprised of \$71,904,844 for the 4 percent and \$143,809,688 for the additional 8 percent. In any case, the City's outstanding debt is significantly below the statutory debt limits.

At June 30, 2013, the City had total debt outstanding of \$23,532,000. Of this amount, \$8,979,000 is considered general obligation debt, which is secured by the full faith and credit of the City. Special assessment debt for which the City is liable if property owners fail to pay their related assessments totaled \$198,000. The remaining debt of \$14,355,000 is secured by future cash flows from specific revenue sources.

The following is a summary of the City's outstanding debt (excluding bond premiums and discounts):

# CEDAR CITY'S OUTSTANDING DEBT

	Governmental Activities		Business-type Activities	
	2013	2012	2013	2012
General obligation bonds	\$ 8,979,000	\$ 9,469,000		
Sales tax revenue bonds	6,800,000	7,565,000		
Municipal Building Authority:				
Lease revenue bonds				
Special improvement districts:				
Assessment bonds	198,000	386,000		
Revenue bonds			\$7,555,000	\$3,700,000
Capital leases				
Total	<u>\$15,977,000</u>	<u>\$17,420,000</u>	<u>\$7,555,000</u>	<u>\$3,700,000</u>

The city issued \$4,000,000 Storm Water Revenue Bonds, Series 2013 with an average interest rate of 2.68 percent.

Additional information on the outstanding debt of the City is located in the footnotes to the financial statements.

## **REQUESTS FOR FINANCIAL INFORMATION**

This financial report is designed to provide users with a general overview of the City's finances and demonstrate accountability for the sources and uses of City funding. Questions concerning information contained in this report or requests for additional financial information should be addressed to the Finance Director, Cedar City Corporation, 10 North Main, Cedar City, Utah, 84720.

## **BASIC FINANCIAL STATEMENTS**

**CEDAR CITY, UTAH**  
**Statement of Net Position**  
**June 30, 2013**

	Governmental Activities	Business Type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 14,250,606	\$ 22,778,965	\$ 37,029,571
Special assessments receivable	831,335	-	831,335
Accounts receivable	-	984,873	984,873
Other receivables	1,827,091	-	1,827,091
Inventory	117,061	394,742	511,803
Pre-paid expenses	4,312	-	4,312
Internal balances	36,648	(36,648)	-
Deferred charges	82,824	127,094	209,918
Capital assets:			
Non-depreciable	49,394,747	17,329,167	66,723,914
Depreciable, net of accumulated depreciation	82,611,513	74,089,514	156,701,027
Net capital assets	<u>132,006,260</u>	<u>91,418,681</u>	<u>223,424,941</u>
Total assets	<u>149,156,137</u>	<u>115,667,707</u>	<u>264,823,844</u>
<b>Liabilities and Net Assets</b>			
<b>Liabilities:</b>			
Accounts payable and other current liabilities	2,150,128	1,402,167	3,552,295
Accrued interest payable	55,096	49,808	104,904
Unearned revenue	842,107	-	842,107
Compensated absences payable	678,050	121,867	799,917
Liability for closure and post closure costs	-	30,582	30,582
Net OPEB obligation	138,103	-	138,103
Noncurrent liabilities			
Portion due within one year	1,477,000	388,000	1,865,000
Portion due after one year	14,555,824	7,250,431	21,806,255
Total liabilities	<u>19,896,308</u>	<u>9,242,855</u>	<u>29,139,163</u>
<b>Net position:</b>			
Net investment in capital assets	116,056,260	84,127,622	200,183,882
Restricted for:			
Capital projects	161,250	-	161,250
Debt service	44,038	-	44,038
Community development	3,647,486	3,313,341	6,960,827
Other purposes	341,860	-	341,860
Unrestricted	9,008,935	18,983,889	27,992,824
Total net position	<u>\$ 129,259,829</u>	<u>\$ 106,424,852</u>	<u>\$ 235,684,681</u>

The accompanying notes are an integral part of the financial statements.

**CEDAR CITY, UTAH**  
**Statement of Activities**  
**For the Year Ended June 30, 2013**

Functions	Program Revenues			Net (Expense) Revenue and Changes in Net Assets									
	Expenses	Operating Grants and Contributions		Capital Grants and Contributions	Primary Government								
		Charges for Services	Operating Grants and Contributions		Governmental Activities	Business-type Activities	Total						
Governmental activities:													
General government	\$	993,414	\$	488,443	\$	-	\$	(504,971)	\$	-	\$	(504,971)	
Police protection		4,055,698		84,424		165,627		44,182		(3,761,465)		(3,761,465)	
Other public safety and inspection services		2,181,088		648,445		88,250		19,379		(1,425,014)		(1,425,014)	
Streets and highways		4,460,258		1,475		8,160		1,227,287		(3,223,336)		(3,223,336)	
Parks, cemetery and public property		1,390,022		140,421		-		133,992		(1,115,609)		(1,115,609)	
Culture and recreation		3,670,064		1,369,735		135,863		1,530		(2,162,936)		(2,162,936)	
Public works		1,218,188		7,956		-		87,550		(1,122,682)		(1,122,682)	
Community and economic development		984,868		411,357		2,821		-		(570,690)		(570,690)	
Transportation services		1,008,368		371,434		142,071		333,039		(161,824)		(161,824)	
Interest and fiscal charges		523,280		-		85,090		-		(438,190)		(438,190)	
Total governmental activities		20,485,248		3,523,690		627,882		1,846,959		(14,486,717)		(14,486,717)	
Business-type activities:													
Water		3,279,514		3,071,558		-		361,063		-		153,107	
Sewer system		1,076,990		1,193,215		-		49,189		-		165,414	
Regional sewer plant		1,652,603		2,607,466		-		116,019		-		1,070,882	
Storm drain		383,362		484,974		-		286,749		-		388,361	
Solid waste		454,558		626,992		-		-		-		172,434	
Total business-type activities		6,847,027		7,984,205		-		813,020		-		1,950,198	
Total primary government		\$ 27,332,275		\$ 11,507,895		\$ 627,882		\$ 2,659,979		(14,486,717)		(12,536,519)	
General revenues:													
Taxes:													
Property taxes, levied for general purposes											4,883,985	-	4,883,985
Property taxes, levied for redevelopment											321,886	-	321,886
Franchise taxes											1,939,284	-	1,939,284
Fees-in-lieu of taxes											369,016	-	369,016
General sales and use taxes											5,453,802	-	5,453,802
Telecommunications taxes											419,374	-	419,374
Earnings on investments											80,528	201,799	282,327
Licenses and permits											497,298	-	497,298
Miscellaneous											19,566	-	19,566
Gain (loss) on sale/disposal of assets											48,290	(11,325)	36,965
Total general revenues and transfers											14,033,029	190,474	14,223,503
Change in net position											(453,688)	2,140,672	1,686,984
Net position - beginning											129,713,517	104,284,180	233,997,697
Net position - ending											\$ 129,259,829	\$ 106,424,852	\$ 235,684,681

The accompanying notes are an integral part of the financial statements.



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**CEDAR CITY, UTAH**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2013**

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>			
Cash and cash equivalents	\$ 5,278,597	\$ 8,929,071	\$ 14,207,668
Special assessments receivable	-	831,335	831,335
Other receivables	1,561,056	266,035	1,827,091
Prepaid expenditures	4,312	-	4,312
Due from other funds	169,196	304,000	473,196
Inventory	117,061	-	117,061
Total assets	<u>\$ 7,130,222</u>	<u>\$ 10,330,441</u>	<u>\$ 17,460,663</u>
<b>Liabilities:</b>			
Accounts payable	\$ 517,619	\$ 137,843	\$ 655,462
Payroll taxes payable	81,119	-	81,119
Other payables	1,412,285	-	1,412,285
Due to other funds	-	14,251	14,251
Unearned revenue	10,772	831,335	842,107
Total liabilities	<u>2,021,795</u>	<u>983,429</u>	<u>3,005,224</u>
<b>Fund balances:</b>			
Nonspendable	121,373	-	121,373
Restricted for:			
Capital projects	-	161,250	161,250
Debt service	-	44,038	44,038
Community development	1,577,549	2,069,937	3,647,486
Other	7,700	334,160	341,860
Committed	25,507	3,253,527	3,279,034
Assigned	-	3,484,100	3,484,100
Unassigned	3,376,298	-	3,376,298
Total fund balances	<u>5,108,427</u>	<u>9,347,012</u>	<u>14,455,439</u>
Total liabilities and fund balances	<u>\$ 7,130,222</u>	<u>\$ 10,330,441</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	130,750,715
Some liabilities, including bonds payable and capital leases, are not due and payable in the current period and therefore are not reported in the funds.	(16,821,249)
Internal service funds are used by management to charge the costs of public works facilities and services to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.	874,924
<b>Net position of governmental activities</b>	<u><u>\$ 129,259,829</u></u>

The accompanying notes are an integral part of the financial statements.

**CEDAR CITY, UTAH**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2013**

	General	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>			
Taxes	\$ 12,626,435	\$ 790,438	\$ 13,416,873
Interest earnings	49,981	56,547	106,528
Licenses and permits	497,298	-	497,298
Intergovernmental revenues	1,925,957	748,995	2,674,952
Charges for services	917,743	1,664,219	2,581,962
Fines and forfeitures	209,220	-	209,220
Miscellaneous	110,106	481,207	591,313
Total revenues	<u>16,336,740</u>	<u>3,741,406</u>	<u>20,078,146</u>
<b>Expenditures:</b>			
Current			
General government	906,906	-	906,906
Police protection	4,120,352	78,346	4,198,698
Other public safety and inspection services	1,990,732	5,021	1,995,753
Streets and highways	2,753,916	-	2,753,916
Parks, cemetery and public property	1,416,779	21,991	1,438,770
Culture and recreation	1,375,928	1,553,139	2,929,067
Public works	1,174,774	-	1,174,774
Community and economic development	361,165	453,466	814,631
Transportation services	-	449,247	449,247
Capital outlay	-	973,642	973,642
Debt service:			
Principal retirements	-	1,443,000	1,443,000
Interest and fiscal charges	-	548,559	548,559
Total expenditures	<u>14,100,552</u>	<u>5,526,411</u>	<u>19,626,963</u>
Excess of revenues over (under) expenditures	<u>2,236,188</u>	<u>(1,785,005)</u>	<u>451,183</u>
<b>Other financing sources (uses):</b>			
Operating transfers in	974,554	4,222,834	5,197,388
Operating transfers out	<u>(3,612,922)</u>	<u>(1,584,466)</u>	<u>(5,197,388)</u>
Total other financing sources (uses)	<u>(2,638,368)</u>	<u>2,638,368</u>	<u>-</u>
Net change in fund balance	(402,180)	853,363	451,183
Fund balance, beginning of year	<u>5,510,607</u>	<u>8,493,649</u>	<u>14,004,256</u>
Fund balance, end of year	<u>\$ 5,108,427</u>	<u>\$ 9,347,012</u>	<u>\$ 14,455,439</u>

The accompanying notes are an integral part of the financial statements.

**CEDAR CITY, UTAH**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended June 30, 2013**

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Amounts reported for governmental activities in the statement of activities are different because:

<b>Net change in fund balances-total governmental funds</b>	<b>\$ 451,183</b>
Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	(2,362,415)
An internal service fund is used by the City to charge the costs of public works facilities to individual funds. The net revenue of the internal service fund is reported with governmental activities.	14,715
The entire annual required contribution for other postemployment benefits is reported as an expense in the statement of activities. However, only the actual amount paid is included as an expenditure in governmental funds.	10,557
The governmental funds report debt proceeds as an other financing source, while repayment of debt principal is reported as an expenditure. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. This is the net effect of these differences in the treatment of long-term debt and related items.	1,455,851
Net increase in compensated absences payable.	5,170
In the statement of activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the net cost of the assets sold.	(28,749)
<b>Change in net position of governmental activities</b>	<b><u>\$ (453,688)</u></b>

The accompanying notes are an integral part of the financial statements.

**CEDAR CITY, UTAH**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2013**

	<u>Water</u>	<u>Sewer Collection System</u>	<u>Regional Sewer Plant</u>
<b>Assets</b>			
Current assets:			
Cash and cash equivalents	\$ 4,962,397	\$ 1,200,448	\$ 11,101,682
Accounts receivable (net of allowance)	486,505	74,161	265,667
Inventory	378,593	-	-
Due from other funds	267,352	-	1,513,092
Total current assets	<u>6,094,847</u>	<u>1,274,609</u>	<u>12,880,441</u>
Non-current assets:			
Deferred charges	95,294	-	-
Capital assets:			
Non-depreciable	13,034,675	979,272	1,319,401
Depreciable, net of accumulated depreciation	38,730,209	20,997,860	4,610,053
Net capital assets	<u>51,764,884</u>	<u>21,977,132</u>	<u>5,929,454</u>
Total non-current assets	<u>51,860,178</u>	<u>21,977,132</u>	<u>5,929,454</u>
Total assets	<u>57,955,025</u>	<u>23,251,741</u>	<u>18,809,895</u>
<b>Liabilities and Net Position</b>			
Liabilities:			
Current liabilities:			
Accounts payable	358,274	19,361	30,546
Accrued interest	22,037	-	-
Deposits payable	43,311	-	-
Compensated absences payable	59,842	19,396	25,329
Bonds payable within one year	145,000	-	-
Due to other funds	-	1,513,092	-
Total current liabilities	<u>628,464</u>	<u>1,551,849</u>	<u>55,875</u>
Non-current liabilities:			
Liability for closure and post closure costs	-	-	-
Bonds payable after one year	3,493,431	-	-
Total non-current liabilities	<u>3,493,431</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>4,121,895</u>	<u>1,551,849</u>	<u>55,875</u>
Net position:			
Net investment in capital assets	48,126,453	20,464,040	5,929,454
Restricted for:			
Community development	1,644,827	-	765,420
Unrestricted	4,061,850	1,235,852	12,059,146
Total net position	<u>\$ 53,833,130</u>	<u>\$ 21,699,892</u>	<u>\$ 18,754,020</u>

The accompanying notes are an integral part of the financial statements.

Storm Drain Utility	Nonmajor Solid Waste Fund	Total	Public Works Facilities Internal Service Fund
\$ 4,603,793	\$ 910,645	\$ 22,778,965	\$ 42,938
65,536	93,004	984,873	-
-	16,149	394,742	-
-	-	1,780,444	-
4,669,329	1,019,798	25,939,024	42,938
31,800	-	127,094	-
1,995,819	-	17,329,167	500
9,196,333	555,059	74,089,514	1,255,045
11,192,152	555,059	91,418,681	1,255,545
11,223,952	555,059	91,545,775	1,255,545
15,893,281	1,574,857	117,484,799	1,298,483
884,902	65,773	1,358,856	1,262
27,771	-	49,808	-
-	-	43,311	-
1,620	15,680	121,867	-
243,000	-	388,000	-
304,000	-	1,817,092	422,297
1,461,293	81,453	3,778,934	423,559
-	30,582	30,582	-
3,757,000	-	7,250,431	-
3,757,000	30,582	7,281,013	-
5,218,293	112,035	11,059,947	423,559
9,052,616	555,059	84,127,622	833,248
903,094	-	3,313,341	-
719,278	907,763	18,983,889	41,676
\$ 10,674,988	\$ 1,462,822	\$ 106,424,852	\$ 874,924

**CEDAR CITY, UTAH**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2013**

	<u>Water</u>	<u>Sewer Collection System</u>	<u>Regional Sewer Plant</u>
<b>Operating revenues:</b>			
Charges for services	\$ 2,998,519	\$ 1,192,210	\$ 2,602,769
Penalties	72,189	-	-
Miscellaneous	850	1,005	4,697
Total operating revenues	<u>3,071,558</u>	<u>1,193,215</u>	<u>2,607,466</u>
<b>Operating expenses:</b>			
Salaries	526,390	144,725	318,087
Employees benefits	280,683	96,804	164,221
Administration	155,521	53,013	69,177
Utilities	547,867	31,406	181,853
Professional services	14,974	1,704	12,013
Repairs and maintenance	396,759	41,246	110,682
Insurance	14,439	6,004	10,494
Miscellaneous	7,783	21,867	9,222
Supplies	273,047	34,750	57,043
Closure and post closure expenses	-	-	-
Depreciation	931,445	586,076	719,811
Total operating expenses	<u>3,148,908</u>	<u>1,017,595</u>	<u>1,652,603</u>
Operating income (loss)	(77,350)	175,620	954,863
<b>Nonoperating revenues (expenses):</b>			
Interest earnings	42,504	8,051	128,649
Impact fees	344,275	49,189	116,019
Water acquisition fee	16,788	-	-
Grant revenue	-	-	-
Gain (loss) on disposal of assets	252	-	6,621
Interest and fiscal charges	(130,606)	(59,395)	-
Total nonoperating revenues (expenses)	<u>273,213</u>	<u>(2,155)</u>	<u>251,289</u>
Change in net assets	195,863	173,465	1,206,152
<b>Total net position, beginning of year</b>	<u>53,637,267</u>	<u>21,526,427</u>	<u>17,547,868</u>
<b>Total net position, end of year</b>	<u>\$ 53,833,130</u>	<u>\$ 21,699,892</u>	<u>\$ 18,754,020</u>

The accompanying notes are an integral part of the financial statements.

<b>Storm Drain Utility Fund</b>	<b>Nonmajor Solid Waste Fund</b>	<b>Total</b>	<b>Public Works Facilities Internal Service Fund</b>
\$ 483,668	\$ 626,992	\$ 7,904,158	\$ 88,088
-	-	72,189	-
1,306	-	7,858	-
<u>484,974</u>	<u>626,992</u>	<u>7,984,205</u>	<u>88,088</u>
37,083	104,060	1,130,345	3,393
18,473	71,384	631,565	449
73,757	70,718	422,186	-
405	137	761,668	22,465
942	344	29,977	75
15,934	24,157	588,778	4,748
1,047	3,309	35,293	2,093
46,387	13,443	98,702	-
8,545	71,705	445,090	1,117
-	9,915	9,915	-
144,859	85,386	2,467,577	21,196
<u>347,432</u>	<u>454,558</u>	<u>6,621,096</u>	<u>55,536</u>
137,542	172,434	1,363,109	32,552
17,361	5,234	201,799	259
96,749	-	606,232	-
-	-	16,788	-
190,000	-	190,000	-
-	(18,198)	(11,325)	-
<u>(35,930)</u>	<u>-</u>	<u>(225,931)</u>	<u>(18,096)</u>
268,180	(12,964)	777,563	(17,837)
<u>405,722</u>	<u>159,470</u>	<u>2,140,672</u>	<u>14,715</u>
10,269,266	1,303,352	104,284,180	860,209
<u>\$ 10,674,988</u>	<u>\$ 1,462,822</u>	<u>\$ 106,424,852</u>	<u>\$ 874,924</u>



**CEDAR CITY, UTAH**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2013**

	<u>Water</u>	<u>Sewer Collection System</u>	<u>Regional Sewer Plant</u>
<b>Cash flows from operating activities:</b>			
Cash received from customers	\$ 2,964,161	\$ 1,198,817	\$ 2,612,346
Cash payments to suppliers for goods and services	(1,026,974)	(162,882)	(371,726)
Cash payments to employees for services	(799,374)	(239,247)	(485,107)
Cash payments to other funds for services provided	(155,521)	(53,013)	(69,177)
Net cash flows from operating activities	<u>982,292</u>	<u>743,675</u>	<u>1,686,336</u>
<b>Cash flows from noncapital financing activities:</b>			
Loans due from other funds	19,061	-	185,407
Loans due to other funds	-	(185,407)	-
Net cash flows from noncapital financing activities	<u>19,061</u>	<u>(185,407)</u>	<u>185,407</u>
<b>Cash flows from capital and related financing activities:</b>			
Cash received from impact fees	344,275	49,189	116,019
Other receipts (payments)	72,541	-	-
Acquisition of capital assets	(550,378)	(543,209)	(493,037)
Proceeds from the sale of capital assets	252	-	37,763
Proceeds from capital debt	-	-	-
Interest paid on capital debt	(135,845)	(59,395)	-
Principal paid on capital debt	(145,000)	-	-
Net cash flows from capital and related activities	<u>(414,155)</u>	<u>(553,415)</u>	<u>(339,255)</u>
<b>Cash flows from investing activities:</b>			
Interest received	42,504	8,051	128,649
Net cash flows from investing activities	<u>42,504</u>	<u>8,051</u>	<u>128,649</u>
Net change in cash and cash equivalents	<u>629,702</u>	<u>12,904</u>	<u>1,661,137</u>
<b>Cash and cash equivalents - beginning (including restricted cash)</b>	4,332,695	1,187,544	9,440,545
<b>Cash and cash equivalents - ending (including restricted cash)</b>	<u><u>\$ 4,962,397</u></u>	<u><u>\$ 1,200,448</u></u>	<u><u>\$ 11,101,682</u></u>
<b>Reconciliation of operating income (loss) to net cash flows from operating activities:</b>			
Operating income (loss)	\$ (77,350)	\$ 175,620	\$ 954,863
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:			
Depreciation expense	931,445	586,076	719,811
Amortization of deferred charges	5,294	-	-
(Increase) decrease in accounts receivable	(110,872)	5,602	4,880
(Increase) decrease in inventory	(2,730)	-	-
Increase (decrease) in accounts payable	225,331	(25,905)	9,581
Increase (decrease) in deposits	3,475	-	-
Increase (decrease) in compensated absences	7,699	2,282	(2,799)
Increase (decrease) in closure and post closure liability	-	-	-
Total adjustments	<u>1,059,642</u>	<u>568,055</u>	<u>731,473</u>
Net cash flows from operating activities	<u><u>\$ 982,292</u></u>	<u><u>\$ 743,675</u></u>	<u><u>\$ 1,686,336</u></u>

The accompanying notes are an integral part of the financial statements.

Storm Drain Utility Fund	Nonmajor Solid Waste Fund	Total	Public Works Facilities Internal Service Fund
\$ 445,824	\$ 626,057	\$ 7,847,205	\$ 88,088
810,957	(116,012)	(866,637)	(29,399)
(54,520)	(169,527)	(1,747,775)	(3,842)
(73,757)	(70,718)	(422,186)	-
<u>1,128,504</u>	<u>269,800</u>	<u>4,810,607</u>	<u>54,847</u>
-	-	204,468	-
(511,952)	-	(697,359)	(30,108)
<u>(511,952)</u>	<u>-</u>	<u>(492,891)</u>	<u>(30,108)</u>
96,749	-	606,232	-
190,000	-	262,541	-
(1,856,925)	(229,539)	(3,673,088)	-
-	5,597	43,612	-
3,968,200	-	3,968,200	-
(8,159)	-	(203,399)	(18,096)
-	-	(145,000)	-
<u>2,389,865</u>	<u>(223,942)</u>	<u>859,098</u>	<u>(18,096)</u>
17,361	5,234	201,799	259
17,361	5,234	201,799	259
3,023,778	51,092	5,378,613	6,902
1,580,015	859,553	17,400,352	36,036
<u>\$ 4,603,793</u>	<u>\$ 910,645</u>	<u>\$ 22,778,965</u>	<u>\$ 42,938</u>
\$ 137,542	\$ 172,434	\$ 1,363,109	\$ 32,552
144,859	85,386	2,467,577	21,196
-	-	5,294	-
(39,150)	(935)	(140,475)	-
-	(11,310)	(14,040)	-
884,217	8,393	1,101,617	1,099
-	-	3,475	-
1,036	5,917	14,135	-
-	9,915	9,915	-
990,962	97,366	3,447,498	22,295
<u>\$ 1,128,504</u>	<u>\$ 269,800</u>	<u>\$ 4,810,607</u>	<u>\$ 54,847</u>

**CEDAR CITY, UTAH**  
**Statement of Fiduciary Net Position**  
**Agency Funds**  
**June 30, 2013**

	<b>Agency Funds</b>		<b>Total</b>
	<b>Task Force Trust</b>	<b>Festival City Development Foundation</b>	
<b>Assets</b>			
Current assets:			
Cash and cash equivalents	\$ 71,364	\$ -	\$ 71,364
Receivable from other governmental entities	-	5,975	5,975
Long-term assets:			
Land	-	240,546	240,546
Buildings	-	1,669,485	1,669,485
Machinery and equipment	-	5,248	5,248
Less: Accumulated depreciation	-	(333,795)	(333,795)
Total assets	<u>71,364</u>	<u>1,587,459</u>	<u>1,658,823</u>
<b>Liabilities</b>			
Cash overdraft	-	56,845	56,845
Due to others	-	500	500
Total liabilities	<u>-</u>	<u>57,345</u>	<u>57,345</u>
<b>Net position</b>			
Held in trust for others	<u>\$ 71,364</u>	<u>\$ 1,530,114</u>	<u>\$ 1,601,478</u>

The accompanying notes are an integral part of the financial statements.

**CEDAR CITY, UTAH**  
**Statement of Changes in Fiduciary Net Position**  
**Agency Funds**  
**For the Year Ended June 30, 2013**

	<u>Agency Funds</u>		<u>Total</u>
	<u>Task Force</u> <u>Trust Fund</u>	<u>Festival City</u> <u>Development Foundation</u>	
<b>Additions</b>			
Investment earnings:			
Interest	\$ 473	\$ -	\$ 473
Total additions	<u>473</u>	<u>-</u>	<u>473</u>
<b>Deductions</b>			
Repairs and maintenance	-	20,242	20,242
Supplies	-	188	188
Insurance	1,802	7,858	9,660
Professional services	-	495	495
Miscellaneous	-	126	126
Depreciation	-	34,363	34,363
Total deductions	<u>1,802</u>	<u>63,272</u>	<u>65,074</u>
Change in net assets	(1,329)	(63,272)	(64,601)
Net position - beginning	<u>72,693</u>	<u>1,593,386</u>	<u>1,666,079</u>
Net position - ending	<u>\$ 71,364</u>	<u>\$ 1,530,114</u>	<u>\$ 1,601,478</u>

The accompanying notes are an integral part of the financial statements.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 1.      Summary of Significant Accounting Policies**

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**Description of government-wide financial statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

**Reporting Entity**

Cedar City, Utah (government) is a municipal corporation governed by an elected mayor and five member governing council (council). The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

**Blended Component Units**

The City established a Redevelopment Agency pursuant to the Utah Neighborhood Development act and designated the municipal council and the mayor as the Redevelopment Agency. The Redevelopment Agency is participating in the Port 15 economic development area. The Redevelopment Agency is presented as a special revenue fund of the city.

The City established the Municipal Building Authority of Cedar City, Utah to facilitate construction of public facilities. The mayor and council serve as the governing board of the Authority. The Municipal Building Authority of Cedar City, Utah is presented as a debt service fund of the City.

The accompanying financial statements include all activities of the City.

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of the inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 1. Summary of Significant Accounting Policies, Continued**

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The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

**Government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

The use of financial resources to acquire capital assets is capitalized as assets in the government-wide financial statements, rather than as an expenditure. Proceeds from long-term debt are recorded as a liability in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term debt of the City are reported as a reduction of a related liability, rather than as expenditures in the government-wide financial statements.

**Governmental fund financial statements** are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Sales taxes, franchise taxes, and earned but unreimbursed state and federal grants associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 1.      Summary of Significant Accounting Policies, Continued.**

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receivable received within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.

The City reports the following major proprietary funds:

The Water Fund is used to account for the provision of water services to the residents of the City.

The Sewer Collection Fund and the Regional Sewer Plant Fund account for the operation and maintenance of the City-owned collection and treatment system for wastewater.

The Storm Drain Fund accounts for the operation and maintenance of the City's storm drain system.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services.

Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 1. Summary of Significant Accounting Policies, Continued**

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**Deposits and Investments**

Cash includes cash on hand, demand deposits with banks and other financial institutions, deposits in other types of accounts or cash management pools that have the general characteristics of demand deposit accounts and short-term investments with original maturities of three months or less from the date of acquisition. The City's policy allows for the investment of funds in time certificates of deposit with federally insured depositories, investment in the state treasurer's pool, and other investments as allowed by the State of Utah's Money Management Act. All investments are carried at fair value with unrealized gains and losses recorded as adjustments to interest earnings. Fair market values are based on quoted market prices.

**Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to" or "due from other funds." All trade accounts receivable in the enterprise funds are shown net of an allowance for uncollectibles. Due to the nature of the accounts receivable in governmental type activities, management does not consider an allowance for uncollectible accounts receivable necessary or material. Therefore, no allowance for uncollectible accounts receivable is presented.

**Inventories and Prepaid Items**

Inventories of the governmental and business type activities are valued at the lower of FIFO cost or market. Market is considered as replacement cost.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**Long-term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums, discounts, and issuance costs are deferred and amortized over the life of the applicable debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Estimates**

GAAP requires management to make estimates and assumptions that affect assets and liabilities, contingent assets and liabilities, and revenues and expenditures. Actual results could differ from those estimates.



**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 1. Summary of Significant Accounting Policies, Continued**

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**Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Capital assets are defined by the City as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Depreciation of all exhaustible fixed assets used is charged as an expense against operations. Accumulated depreciation is reported on the financial statements. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Water and sewer system improvement	10-75 years
Buildings	20-50 years
Machinery and equipment	5-15 years
Roads and infrastructure	15-20 years
Improvements other than buildings	10-50 years

**Compensated Absences**

City employees accumulate one day of sick leave for each month of service. There is no limit on sick leave accrual. Employees with sick leave accrued in excess of 60 days may be paid 25 percent of the unused sick leave accrued during the current calendar year. Employees who were regular full time employees of the city for a minimum of ten years, or fifteen years if hired after August 23, 2006, and who are eligible for retirement, are eligible for continued medical, dental, and vision insurance upon retirement for three years or until they are Medicare eligible, whichever comes first. Employees who are not retired prior to June 30, 2016, are not eligible for retiree health care benefits.

City employees accrue vacation leave in varying amounts depending on the years of service. An employee may carry over into the following calendar year the amount of vacation leave that the employee accrues in one year plus 40 hours. Any accumulated vacation leave in excess of the annual accrual plus 40 hours will be lost at the end of the calendar year.

Vacation and sick leave are charged to operations as they are used. No provision has been made in the financial statements for unused sick leave as the low degree of reliability and the cost of making the evaluating estimates of this liability would be too great.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 1. Summary of Significant Accounting Policies, Continued**

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**Statement of Cash Flows**

For the purpose of the Statement of Cash Flows, the business-type activities consider all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

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**NOTE 2. Reconciliation of Government-Wide and Fund Financial Statements**

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**Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position:**

The governmental fund balance sheet includes a reconciliation between total governmental fund balances and net position of governmental activities as reported in the government-wide statement of net assets. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this difference are as follows:

Bonds payable (including deferred amounts on refunding and premium)	\$ 16,032,824
Bond issuance costs	(82,824)
Compensated absences	678,050
Accrued interest	55,096
Net OPEB obligation	<u>138,103</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$ 16,821,249</u>

**Explanation of differences between governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities:**

The governmental fund statement of revenues, expenditures, and changes in fund balance includes a reconciliation between net changes in fund balances-total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The first element of this reconciliation states that capital outlays are reported in the governmental funds as expenditures while the government-wide statement of activities allocates these costs over the useful lives of the assets as depreciation. While shown in the reconciliation as the net difference, the elements of this difference are as follows:

Capital outlay	\$ 2,216,828
Depreciation expense	<u>(4,579,243)</u>
Net adjustment to decrease net changes in fund balance - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (2,362,415)</u>

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 2. Reconciliation of Government-Wide and Fund Financial Statements, Continued**

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Another element of the reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this difference are as follows:

Principal payments on long-term debt	\$ 1,443,000
Changes in accrued interest payable	22,149
Amortization of bond issuance costs	(12,428)
Amortization of bond premiums and deferred amounts	<u>3,130</u>
Net adjustment to increase net changes in fund balance - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ 1,455,851</u></u>

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**NOTE 3. Stewardship, Compliance, and Accountability**

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**Budgets and Budgetary Accounting**

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for governmental and proprietary fund types. Encumbrance accounting is not employed by the city in its governmental funds, therefore, all annual appropriations lapse at fiscal year-end. Project-length financial plans are adopted for all capital project funds.

The City can make adjustments to the adopted budget through public hearings. During the fiscal year, the City made budget adjustments through public hearings the effects of which were material and are reflected in management’s discussion and analysis.

Before the first scheduled council meeting in May, all agencies of the City submit requests for appropriation to the City’s financial officer so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information of the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the City council for review at the first scheduled meeting in May. The City council holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. Any changes to the budget must be within the revenues and reserves estimated as available by the City financial officer or the revenue estimates must be changed by an affirmation vote of a majority of the City council.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 3. Stewardship, Compliance, and Accountability, Continued**

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Within 30 days of adoption, the final budget must be submitted to the State Auditor. If there is no increase to the certified tax rate, a final tax rate is adopted by June 22 and adoption of budgets is done similarly.

State statute requires that City officers shall not make or incur expenditures or encumbrances in excess of total appropriations for any department in the budget as adopted or subsequently amended.

**Taxes**

Iron County assesses all taxable property other than centrally assessed property, which is assessed through the state, by May 22 of each year. The City should adopt a final tax rate prior to June 22, which is then submitted to the state for approval. Property taxes are due November 30 of each year. After January 15 of the following year, delinquent taxes and penalty bear interest of 6 percent above the federal discount rate from January 1 until paid.

Property taxes attach as an enforceable lien on property as they become delinquent. All unpaid taxes levied during the year become delinquent December 1 of the current year.

Property tax revenues are recognized when they become measurable and available. Amounts available include those property tax receivables expected to be collected within sixty days after year-end.

An accrual of uncollected current and prior year's property taxes has not been made, as the amounts are not material in relationship to the financial statements taken as a whole.

Sales taxes are collected by the Utah State Tax Commission and remitted to the City monthly.

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**NOTE 4. Deposits and Investments**

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The State of Utah Money Management Council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the state, and review the rules adopted under the authority of the State of Utah Money Management Act that relate to the deposit and investment of public funds.

The City follows the requirements of the Utah Money Management Act (*Utah code*, Section 51, chapter 7) in handling its depository and investment transactions. The Act requires the depositing of City funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 4. Deposits and Investments, Continued**

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**Deposits**

**Custodial Credit Risk**

For deposits, this is the risk that in the event of a bank failure, the government's deposit may not be returned to it. The City does not have a formal policy for custodial credit risk. As of June 30, 2013, \$2,086,475 of the City's bank balance of \$2,414,620 was exposed to custodial credit risk because it was uninsured and uncollateralized.

**Investments**

The Money Management Act defines the types of securities authorized as appropriate investment for the City and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities.

Statutes authorize the City to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse repurchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard & Poor's bankers' acceptances; obligations of the United States Treasury including bills, notes, and bonds; bonds, notes, and other evidence of indebtedness of political subdivisions of the State; fixed rate corporate obligations and variable rate securities rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Act; and the Utah State Public Treasurer's Investment Fund.

The Utah State Treasurer's Office operates the Public Treasurer's Investment Fund (PTIF). The PTIF is available for investment of funds administered by any Utah public treasurer.

The PTIF is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act, Section 51-7, *Utah Code Annotated, 1953*, as amended. The Act established the Money Management Council, which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gain or losses on investments.

The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses – net of administration fees, of the PTIF are allocated based upon the participant's average daily balance. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 4. Deposits and Investments, Continued**

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As of June 30, 2013, the City had the following investments, ratings, and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Credit Rating (1)</u>	<u>Weighted Average Maturity (2)</u>
State Treasurer's Investment Pool	\$ 34,996,536	N/A	73.71

(1) Ratings are provided where applicable to indicate associated Credit Risk. N/A indicates not applicable.

(2) Interest Rate Risk is estimated using the weighted average days to maturity. Taken from Utah Public Treasurer's Investment Fund Portfolio Statistics as of June 30, 2013.

**Interest rate risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State's Money Management Act. Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested.

**Credit risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy for reducing its exposure to credit risk is to comply with the State's Money Management Act.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 5. Capital Assets**

Capital asset activity for the year ended June 30, 2013 was as follows:

<b>Governmental Activities:</b>	<b>Balance 6/30/2012</b>	<b>Additions</b>	<b>Reclass*</b>	<b>Deletions</b>	<b>Balance 6/30/2013</b>
Capital assets, not being depreciated:					
Land	\$ 48,159,714	\$ 126,039	\$ 106,841	\$ -	\$ 48,392,594
Construction in progress	6,791,217	496,142	145,890	(6,431,096)	1,002,153
Total capital assets, not being depreciated	54,950,931	622,181	252,731	(6,431,096)	49,394,747
Capital assets, being depreciated:					
Buildings and improvements	43,475,309	2,952,659	250,910	-	46,678,878
Improvements other than buildings	62,026,378	4,095,363	188,924	-	66,310,665
Office furniture and equipment	518,706	7,367	-	-	526,073
Machinery and equipment	2,994,132	567,242	409,350	(148,330)	3,822,394
Automobiles and trucks	6,539,137	403,113	10,987	(152,350)	6,800,887
Total capital assets, being depreciated	115,553,662	8,025,744	860,171	(300,680)	124,138,897
Less accumulated depreciation for:					
Buildings and improvements	(4,721,403)	(1,064,804)	(117,335)	-	(5,903,542)
Improvements other than buildings	(26,172,353)	(2,846,692)	(110,335)	-	(29,129,380)
Office furniture and equipment	(382,563)	(34,637)	-	-	(417,200)
Machinery and equipment	(1,460,868)	(227,420)	(237,673)	271,931	(1,654,030)
Automobiles and trucks	(3,985,359)	(426,886)	(10,987)	-	(4,423,232)
Total accumulated depreciation	(36,722,546)	(4,600,439)	(476,330)	271,931	(41,527,384)
Total capital assets, being depreciated, net	78,831,116	3,425,305	383,841	(28,749)	82,611,513
Governmental activities capital assets, net	\$ 133,782,047	\$ 4,047,486	\$ 636,572	\$ (6,459,845)	\$ 132,006,260

Depreciation expense was charged to the functions/programs of the City as follows:

<b>Governmental Activities:</b>	
General government	\$ 143,248
Police protection	204,063
Other public safety and inspection services	186,377
Streets and highways	2,053,617
Parks, cemetery, and public property	417,522
Culture and recreation	724,791
Public works	141,168
Community and economic development	170,462
Transportation services	559,191
Total depreciation expense - governmental activities	<u>\$ 4,600,439</u>

\*See footnote 16 regarding change in reporting of Golf Course Fund.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 5. Capital Assets, Continued**

<b>Business-type Activities:</b>	<b>Balance 6/30/2012</b>	<b>Additions</b>	<b>Reclass*</b>	<b>Deletions</b>	<b>Balance 6/30/2013</b>
Capital assets not being depreciated:					
Land and water rights	\$ 12,376,002	\$ 10,798	\$ (106,841)	\$ -	\$ 12,279,959
Construction in progress	8,502,497	2,869,589	(145,890)	(6,176,988)	5,049,208
Total capital assets, not being depreciated	20,878,499	2,880,387	(252,731)	(6,176,988)	17,329,167
Capital assets being depreciated:					
Buildings	3,790,813	104,229	(250,910)	-	3,644,132
Improvements other than buildings	93,060,980	6,117,351	(188,924)	-	98,989,407
Office furniture and equipment	32,693	-	-	-	32,693
Machinery and equipment	1,474,029	39,478	(409,350)	(48,938)	1,055,219
Automobiles and trucks	1,728,052	708,631	(10,987)	(240,796)	2,184,900
Total capital assets, being depreciated	100,086,567	6,969,689	(860,171)	(289,734)	105,906,351
Less accumulated depreciation for:					
Buildings	(1,579,330)	(80,309)	117,335	-	(1,542,304)
Improvements other than buildings	(26,652,251)	(2,139,586)	110,335	-	(28,681,502)
Office furniture and equipment	(22,589)	(3,490)	-	-	(26,079)
Machinery and equipment	(723,444)	(79,423)	237,673	17,795	(547,399)
Automobiles and trucks	(1,082,772)	(164,768)	10,987	217,000	(1,019,553)
Total accumulated depreciation	(30,060,386)	(2,467,576)	476,330	234,795	(31,816,837)
Total capital assets, being depreciated, net	70,026,181	4,502,113	(383,841)	(54,939)	74,089,514
Business-type activities capital assets, net	\$ 90,904,680	\$ 7,382,500	\$ (636,572)	\$ (6,231,927)	\$ 91,418,681

\*See footnote 16 regarding change in reporting of Golf Course Fund.



**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 6. Long-Term Debt**

The following is a summary of changes in long-term debt for the year ended June 30, 2013.

	<u>Balance 6/30/2012</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 6/30/2013</u>	<u>Current Portion</u>
<b>Governmental activities:</b>					
<b>General obligation bonds:</b>					
Library bond CIB	\$ 1,732,000	\$ -	\$ 96,000	\$ 1,636,000	\$ 99,000
Aquatic center bond 2009	6,657,000	-	182,000	6,475,000	189,000
Library refunding bond 2012	1,080,000	-	212,000	868,000	211,000
Less deferred amounts:					
On refunding	(38,478)	-	(7,696)	(30,782)	-
Total general obligation	<u>9,430,522</u>	<u>-</u>	<u>482,304</u>	<u>8,948,218</u>	<u>499,000</u>
<b>Special assessment bonds:</b>					
02-1 Special assessment bond	386,000	-	188,000	198,000	198,000
Total special assessment	<u>386,000</u>	<u>-</u>	<u>188,000</u>	<u>198,000</u>	<u>198,000</u>
<b>Revenue bonds:</b>					
Sales tax revenue refunding bond 2011	7,565,000	-	765,000	6,800,000	780,000
Bond premium	97,432	-	10,826	86,606	-
Total revenue bonds	<u>7,662,432</u>	<u>-</u>	<u>775,826</u>	<u>6,886,606</u>	<u>780,000</u>
Governmental activity long-term liabilities	<u>17,478,954</u>	<u>-</u>	<u>1,446,130</u>	<u>16,032,824</u>	<u>1,477,000</u>
<b>Business-type activities:</b>					
<b>Revenue bonds:</b>					
Storm drain revenue bond 2013	-	4,000,000	-	4,000,000	243,000
Water revenue bond 2011	3,700,000	-	145,000	3,555,000	145,000
Bond premium	88,066	-	4,635	83,431	-
Total revenue bonds	<u>3,788,066</u>	<u>4,000,000</u>	<u>149,635</u>	<u>7,638,431</u>	<u>388,000</u>
Business-type activity long-term liabilities	<u>3,788,066</u>	<u>4,000,000</u>	<u>149,635</u>	<u>7,638,431</u>	<u>388,000</u>
Total long-term liabilities	<u>\$ 21,267,020</u>	<u>\$ 4,000,000</u>	<u>\$ 1,595,765</u>	<u>\$ 23,671,255</u>	<u>\$ 1,865,000</u>

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 6. Long-Term Debt, Continued**

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Bonds payable at June 30, 2013 is comprised of the following issues:

**General obligation bonds:**

**Governmental activities:**

Library General Obligation Bonds - Series 2002A issued for \$2,500,000 payable in installments of \$77,000 to \$136,000 bearing interest of 2.5%	\$ 1,636,000
Aquatic Center General Obligation Bonds - Series 2009 issued for \$7,000,000 payable in installments of \$168,000 to \$430,000 bearing interest of 4.0%	6,475,000
Library General Obligation Refunding Bonds - Series 2012 issued for \$1,080,000 payable in installments of \$212,000 to \$223,000 bearing interest of 0.8% to 1.3%	<u>868,000</u>
Total general obligation bonds	<u>8,979,000</u>

**Revenue bonds:**

**Governmental activities:**

Sales Tax Revenue Refunding Bonds - Series 2011 issued for \$8,260,000 payable in installments of \$695,000 to \$935,000 bearing interest of 2.0% to 3.5%	6,800,000
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**Business-type activities:**

Water Revenue Bonds - Series 2011 issued for \$3,860,000 payable in installments of \$145,000 to \$265,000, bearing interest of 2.50% to 4.30%	3,555,000
Storm Drain Revenue Bonds - Series 2013 issued for \$4,000,000 payable in installments of \$241,000 to \$312,000, bearing interest of 0.80% to 3.20%	<u>4,000,000</u>
Total revenue bonds	<u>14,355,000</u>

**Special assessment bonds:**

**Governmental activities:**

Special Assessment Bonds 2002-1 Series 2003 payable in installments of \$148,000 to \$198,000 bearing interest of 1.5% to 5.25%	<u>198,000</u>
Total special assessment bonds	<u>198,000</u>

Total long-term debt	23,532,000
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Plus: Bond premium

Governmental activities	86,606
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Business-type activities	83,431
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Less: Deferred amount on refunding	(30,782)
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Less: Current portion:

Governmental activities	(1,477,000)
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Business-type activities	<u>(388,000)</u>
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Net long-term debt	<u><u>\$ 21,806,255</u></u>
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**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 6. Long-Term Debt, Continued**

The City's total bonded debt service maturities at June 30, 2013 are as follows:

Year Ended June 30,	Business-type Activities			Governmental Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 388,000	\$ 209,497	\$ 597,497	\$ 1,477,000	\$ 510,994	\$ 1,987,994
2015	391,000	206,411	597,411	1,310,000	472,960	1,782,960
2016	398,000	199,742	597,742	1,341,000	440,401	1,781,401
2017	406,000	192,540	598,540	1,378,000	406,622	1,784,622
2018	414,000	184,388	598,388	1,185,000	371,653	1,556,653
2019-2023	2,222,000	769,018	2,991,018	4,556,000	1,288,387	5,844,387
2024-2028	2,571,000	424,836	2,995,836	2,042,000	757,490	2,799,490
2029-2033	765,000	66,275	831,275	1,844,000	395,800	2,239,800
2033-2035	-	-	-	844,000	50,960	894,960
Total	<u>\$ 7,555,000</u>	<u>\$ 2,252,707</u>	<u>\$ 9,807,707</u>	<u>\$ 15,977,000</u>	<u>\$ 4,695,267</u>	<u>\$ 20,672,267</u>

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

The special assessment debt with government commitment listed above is payable from the special assessments levied against and secured by a lien upon the lots, tracts and parcels of land within the district. In the event that the assessments are insufficient to pay the bonds and interest thereon as they become due, the deficiency shall be paid out of the SID Guarantee fund until depleted and then the general fund of the City. If the general fund does not have sufficient revenues to pay the debt service, the City council is required to levy a tax sufficient to provide payment of the debt.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 7. Interfund Transactions and Balances**

Individual fund receivable and payable balances at June 30, 2013 were:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 169,196	\$ -
Nonmajor Governmental Funds	304,000	14,251
Public Works Facilities Internal Service Fund	-	422,297
Water Fund	267,352	-
Sewer Collection System Fund	-	1,513,092
Sewer Plant Fund	1,513,092	-
Storm Drain Utility Fund	-	304,000
Total	<u>\$ 2,253,640</u>	<u>\$ 2,253,640</u>

Loans outstanding from the general fund, capital improvements fund, water fund, and regional sewer fund in the amount of \$2,239,389 to the storm drain fund, public works facilities internal service fund, the sewer collection system fund, and other nonmajor governmental and proprietary funds are for the acquisition and construction of capital assets. Payments of principal and interest are made annually on the loans.

All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers for the year ended June 30, 2013 consisted of the following:

	<u>Transfers out:</u>		
<b>Transfer in:</b>	General Fund	Nonmajor Governmental Funds	Total Transfers in
General Fund	\$ -	\$ 974,554	\$ 974,554
Nonmajor Governmental Funds	3,612,922	609,912	4,222,834
Total transfers out	<u>\$ 3,612,922</u>	<u>\$ 1,584,466</u>	<u>\$ 5,197,388</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 8.      Equity Classifications**

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Equity is classified in the government-wide financial statements as net position and is displayed in three components:

- a. Net investment in capital assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – consists of assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other assets that do not meet the definition of “restricted” or “net investment in capital assets.”

Equity is classified in the governmental fund financial statements as fund balance and is further classified as nonspendable, restricted, committed, assigned or unassigned as follows:

**Nonspendable fund balance** cannot be spent because it is either (1) not in spendable form, or (2) legally or contractually required to be maintained intact.

**Restricted fund balance** is fund balance with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

**Committed fund balance** can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority, the City Council. A resolution, ordinance or vote by the City Council is required to establish, modify or rescind a fund balance commitment.

**Assigned fund balance** is constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed. The City Manager, Finance Director, and Division/Department Heads are authorized to assign amounts to a specific purpose in accordance with the City’s budget policy.

**Unassigned fund balance** is a residual classification of the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to a specific purpose within the General Fund.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned, or unassigned resources are available for use, it is the City’s policy to use committed resources first, followed by assigned resources and then unassigned resources, as they are needed.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 8. Equity Classifications, Continued**

The components of fund equity are as follows:

**Governmental Activities**

<b>General fund:</b>		<b>Other Governmental funds:</b>	
Nonspendable		Restricted for:	
Inventory	\$ 117,061	Capital projects	
Prepays	4,312	Capital improvement	\$ 161,250
Total nonspendable	<u>\$ 121,373</u>	Debt service	
		SID guarantee	43,537
Restricted for:		Special Improve 2002-1	501
Community development		Community development	
Class C roads	\$ 1,513,404	Transportation impact fees	841,223
State liquor funds	53,707	Parks impact fees	397,387
Perry legacy donation	10,438	Public safety impact fees	74,579
Other		RAP tax	756,748
Federal and state grants	7,700	Other	
Total restricted	<u>\$ 1,585,249</u>	Parking authority	125,899
		Task force	208,261
Committed to:		Total restricted	<u>\$ 2,609,385</u>
Traffic school	\$ 25,507		
Total committed	<u>\$ 25,507</u>	Committed to:	
		Aquatic center	\$ 228
		Airport	387,490
		Golf course	11,540
		RDA	2,854,269
		Total committed	<u>\$ 3,253,527</u>
		Assigned to:	
		Debt service	\$ 24,454
		Capital Improvements	3,459,646
		Total assigned	<u>\$ 3,484,100</u>

**Business-type Activities**

<b>Water fund:</b>		<b>Storm Drain:</b>	
Restricted for:		Restricted for:	
Community development	\$ 1,644,827	Community development	\$ 903,094
Total restricted	<u>\$ 1,644,827</u>	Total restricted	<u>\$ 903,094</u>
<b>Regional sewer plant fund:</b>			
Restricted for:			
Community development	\$ 765,420		
Total restricted	<u>\$ 765,420</u>		

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 9.      Defined Benefit Pension Plan**

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All full-time employees of the City participate in the Utah State-Wide Local Government Retirement Systems (Systems).

**Plan Description**

Cedar City contributes to the Local Governmental Contributory and Noncontributory Retirement Systems, the Public Safety Contributory and Noncontributory Retirement Systems and the Firefighter's Retirement System cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). Utah Retirement Systems provide refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 as amended. The Utah State Retirement Office Act in Chapter 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Local Governmental Contributory Retirement System, Local Governmental Noncontributory Retirement System, Public Safety Retirement System for employers with (without) Social Security coverage, and Firefighters Retirement System which are for employers with (without) Social Security coverage. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 S., Salt Lake City, UT 84102 or by calling 1-800-365-8772.

**Funding Policy**

In the Local Governmental Contributory and Noncontributory Retirement Systems, Cedar City is required to contribute 12.74 percent and 16.04 percent of their annual covered salary respectively. In the Public Safety Contributory and Noncontributory Retirement Systems, Cedar City was required to contribute 21.94 percent and 33.65 percent of their annual covered salary respectively. In the Firefighter's System, the City contributes 17.71 percent. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

**NOTE 9. Defined Benefit Pension Plan, Continued**

The required contributions and amounts received for the 2013 fiscal year and the two previous years are as follows:

	Year Ended 6/30	Employee paid contributions	Employer paid for employee contributions	Employer contributions	Salary subject to retirement contributions
<b>Contributory System:</b>					
Local Governmental Division					
2013	\$	-	\$ -	\$ 22,826	\$ 266,657
2012		-	-	3,846	50,672
<b>Noncontributory System:</b>					
Local Governmental Division					
2013	\$	-	\$ -	\$ 655,208	\$ 4,069,362
2012		-	-	585,542	4,355,050
2011		-	-	529,651	3,961,491
<b>Public Safety System:</b>					
Other Division A Contributory					
2013	\$	-	\$ 8,511	\$ 15,471	\$ 69,251
2012		-	8,520	12,715	69,327
2011		-	7,497	11,188	61,002
Other Division A Contributory					
2013	\$	-	\$ -	\$ 2,831.00	\$ 25,504
Other Division A Noncontributory					
2013	\$	-	\$ -	\$ 474,174	\$ 1,494,654
2012		-	-	406,632	1,504,675
2011		-	-	362,332	1,257,222
<b>Firefighters System:</b>					
Division A					
2013	\$	-	\$ 72,819	\$ 12,871	\$ 483,846
2012		-	72,123	2,396	479,220
2011		-	64,158	7,332	426,297
<b>Defined Contribution System:</b>					
401(k) Plan					
2013	\$	115,819	\$ 33,953		
2012		147,090	28,859		
2011		139,239	27,321		
Roth IRA Plan					
2013	\$	12,298	\$ -		
2012		7,085	-		
2011		2,070	-		



**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 10. Other Post-employment Benefits**

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Effective July 1, 2008, the City implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (OPEB)*.

**Plan Description**

The City provides postemployment health care benefits, through a single employer defined benefit plan, to all employees who retire from the City and qualify to retire from any of the Utah State Retirement Systems. The benefits, benefit levels, employee contributions and employer contributions are governed by City policy, and can be amended at any time. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

**Funding Policy**

The City currently pays for postemployment benefits other than pensions on a “pay-as-you-go” basis.

**Annual OPEB and Net OPEB Obligation**

The City’s annual OPEB cost (expense) is calculated based on the employer’s annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize unfunded actuarial liabilities over a period not to exceed thirty years. For the fiscal year ended June 30, 2013, the City’s OPEB cost (expense) of \$37,590 was \$9,875 less than the ARC. The following table shows the components of the City’s annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the City’s net OPEB obligation:

Annual required contribution	\$ 47,465
Interest on net OPEB obligation	6,690
Adjustments to annual required contribution	<u>(16,565)</u>
Annual OPEB cost (expense)	37,590
Contributions made	<u>(48,147)</u>
Decrease in net OPEB obligation	(10,557)
Net OPEB obligations - beginning of year	148,660
Net OPEB obligations - end of year	<u><u>\$ 138,103</u></u>

The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2013 is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Contributions</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation Fiscal Year Ended</u>
June 30, 2013	\$ 37,590	48,147	128.1%	\$ 138,103

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 10. Other Post-employment Benefits, Continued**

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**Funded Status and Funding Progress**

The funded status of the City's plan as of June 30, 2013 is as follows:

Actuarial valuation date		July 1, 2011
Actuarial accrued liability (AAL)	\$	321,469
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)	\$	321,469
Funded ratio (actuarial value of plan assets / AAL)		0.0%
Covered payroll (active plan members)	\$	5,715,668
UAAL as a percentage of covered payroll		5.6%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, shown as required supplementary information following the notes to the financial statements, presents the results of OPEB valuations as of June 30, 2013 and looking forward. The schedule provides multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan is understood by the employer and the plan members) and include the types of benefits at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the fiscal year 2012 actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 9.5 percent initially, reduced by decrements to an ultimate rate of 5.0 percent after 11 years. Covered payroll included a 3.0 percent inflation assumption. The actuarial value of assets was not determined as the City has not advanced funded its obligation. The unfunded actuarial accrued liability (UAAL) is being amortized as a level percentage of payroll over thirty years based on an open group.

The City also provides health, dental, and employee assistance benefits to terminated employees under the federal Consolidated Omnibus Budget Reconciliation Act (COBRA). Substantially all employees are eligible for these benefits upon termination of employment with the City. Depending upon the qualifying event, former employees are eligible for either 18 or 36 months of benefits under this act. The premiums for this coverage plus a 2 percent administrative charge are paid 100 percent by the former employee.

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 11. Risk Management**

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The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Risk financing activities are accounted for in various operating funds, with unallocated or citywide activities being accounted for in the general fund.

The City maintains insurance for general liability, auto liability, and employee dishonesty through Utah Risk Management Mutual Association (URMMA). As of June 30, 2013, the City had \$90,000 in outstanding recaptured losses that will be paid with premiums due in future years. Worker's compensation coverage is carried through the State Worker's Compensation Fund.

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**NOTE 12. Individual Fund Disclosures**

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**Segment Information**

For information on the enterprise funds, see the proprietary funds' financial statements in the fund financial statements and the combining financial statements in the supplementary section.

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**NOTE 13. Redevelopment Agency**

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In accordance with Section 17A-2-1219, Utah Code Annotated, all municipalities having established Redevelopment Agencies are required to disclose the following revenues and expenditures associated with the various project areas:

	<u>Cedar Downtown</u>	<u>Port 15</u>	<u>GENPAK</u>
Tax increment collected	\$ -	\$ 225,650	\$ 96,236
Interest income	\$ 16,058	\$ -	\$ -
Miscellaneous revenues	\$ 339,417	\$ -	\$ -
Balance of debt	None	None	None
Funds expended:			
Site improvements and maintenance	\$ 365,743	\$ 93,600	\$ -
Administrative costs	\$ 11,599	\$ 95,450	\$ -
Net transfers in (out)	\$ 8,600	\$ -	\$ -

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 14.      Litigation**

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The City is presently involved in several matters of litigation. The City is also in the process of negotiating settlements on some claims or resolving the matters by other means. The outcome of these cases is uncertain.

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**NOTE 15.      Landfill Closure and Post-Closure Care Costs**

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Cedar City has estimated closure and post-closure care costs for the City landfill to be \$50,467. The nature and source of these costs as estimated by Cedar City are described below as well as other pertinent information concerning the landfill.

As of the date of this report, the City had not been notified of any corrective actions that need to be taken towards the landfill.

The City has placed funds in a restricted account with the Public Treasurer's Investment pool sufficient to provide for the estimated closure and post-closure costs.

	<u>Bulloch Pit</u>
Closure costs:	
Cover material	\$   49,025
Total closure costs	<u>49,025</u>
Post-closure costs:	
Vegetative cover	<u>2,451</u>
Total post-closure costs	<u>2,451</u>
Total costs	<u><u>\$   51,476</u></u>

To date, Cedar City had not incurred any closure or post-closure care costs but has recorded a liability of \$30,582 towards these costs.

Estimated landfill capacity used to date based on the city engineers estimates are as follows:

Bulloch Pit      59.41 percent

The City estimates the useful life of the landfill as follows:

Bulloch Pit      7.5 years

**CEDAR CITY, UTAH**  
**Notes to the Financial Statements**  
**June 30, 2013**

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**NOTE 16.      Change in Reporting**

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For fiscal year 2013, the golf course fund, which had previously been classified as an enterprise fund, was reclassified as a special revenue fund. Management deemed this classification more appropriate because the fund was not self-sustaining. Because enterprise funds are reported on the accrual basis of accounting and special revenue funds are reported on the modified accrual basis of accounting, adjustments relating to long-term liabilities and capital assets were made to the beginning fund balance as reported on the fund statements to convert the fund to a governmental fund.

	Golf Course Fund	Total Governmental	Total Business-Type
Beginning Net Position	\$ 373,305	\$ 129,340,212	\$ 104,657,485
Reclass long-term debt	23,121	(23,121)	23,121
Reclass capital assets	(636,573)	636,573	(636,573)
Reclass remaining assets and liabilities	-	(240,147)	240,147
Beginning Net Position/Fund Balance	<u>\$ (240,147)</u>	<u>\$ 129,713,517</u>	<u>\$ 104,284,180</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

**CEDAR CITY, UTAH**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual**  
**General Fund**  
**For Year Ended June 30, 2013**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
<b>Revenues:</b>				
Taxes	\$ 12,324,500	\$ 12,304,500	\$ 12,626,435	\$ 321,935
Interest earnings	13,000	50,690	49,981	(709)
Licenses and permits	363,000	363,000	497,298	134,298
Intergovernmental revenues	1,775,242	1,966,135	1,925,957	(40,178)
Charges for services	891,090	945,387	917,743	(27,644)
Fines and forfeitures	183,500	183,500	209,220	25,720
Miscellaneous	22,705	28,699	110,106	81,407
Total revenues	<u>15,573,037</u>	<u>15,841,911</u>	<u>16,336,740</u>	<u>494,829</u>
<b>Expenditures:</b>				
General government				
Administration	948,490	948,490	906,906	41,584
Police protection				
Police	4,206,628	4,376,393	4,120,352	256,041
Other public safety and inspection services				
Fire department	1,263,449	1,324,378	1,210,472	113,906
Protective inspection	179,892	179,892	176,239	3,653
Animal control	188,965	189,103	157,986	31,117
Justice court	470,775	470,775	446,035	24,740
Streets and highways				
Streets and highways	2,703,587	2,778,587	2,753,916	24,671
Parks, cemetery and public property				
City building	121,408	121,408	106,867	14,541
Parks and cemetery	1,004,954	1,474,534	1,309,912	164,622
Culture and recreation				
Recreation	344,336	344,336	316,071	28,265
Library	516,299	525,322	469,575	55,747
Cross Hollows events center	160,789	160,789	162,291	(1,502)
Heritage center	371,332	436,179	427,991	8,188
Public works				
City engineer	586,558	590,519	576,359	14,160
Public works administration	218,856	218,856	144,830	74,026
Fleet and warehouse	462,777	462,777	453,585	9,192
Community and economic development				
Community promotions	138,500	138,500	122,961	15,539
Economic development	223,467	241,552	238,204	3,348
Total expenditures	<u>14,111,062</u>	<u>14,982,390</u>	<u>14,100,552</u>	<u>881,838</u>
Excess of revenues over (under) expenditures	<u>1,461,975</u>	<u>859,521</u>	<u>2,236,188</u>	<u>(1,376,667)</u>
<b>Other financing sources (uses):</b>				
Operating transfers in	748,980	1,335,381	974,554	(360,827)
Operating transfers out	(2,148,333)	(3,770,533)	(3,612,922)	157,611
Total other financing sources (uses)	<u>(1,399,353)</u>	<u>(2,435,152)</u>	<u>(2,638,368)</u>	<u>(203,216)</u>
Net change in fund balance	62,622	(1,575,631)	(402,180)	1,173,451
Fund balance, beginning of year	5,510,607	5,510,607	5,510,607	-
Fund balance, end of year	<u>\$ 5,573,229</u>	<u>\$ 3,934,976</u>	<u>\$ 5,108,427</u>	<u>\$ 1,173,451</u>

**CEDAR CITY, UTAH**  
**Schedule of Funding Progress**  
**Retiree Healthcare Insurance Plan**  
**Year Ended June 30, 2013**

Actuarial Valuation Date	Actuarial value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Accrued Actuarial Liability UAAL (a - b)	Funded Ratio (a / b)	Annualized Covered Payroll	UAAL as a percent of covered payroll
July 1, 2008	\$ -	\$ 1,191,328	\$ 1,191,328	0.0%	\$ 6,119,817	19.5%
July 1, 2009	\$ -	\$ 327,517	\$ 327,517	0.0%	\$ 6,303,411	5.2%
July 1, 2011	\$ -	\$ 321,469	\$ 321,469	0.0%	\$ 5,715,668	5.6%



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## **COMBINING STATEMENTS**

**CEDAR CITY, UTAH**  
**Combining Balance Sheet**  
**Other Governmental Funds**  
**June 30, 2013**

Special Revenue Funds					
	Airport	Downtown Parking	Transportation Impact Fees	Parks/Recreation Impact Fees	Public Safety Impact Fees
<b>Assets:</b>					
Cash and cash equivalents	\$ 381,218	\$ 126,680	\$ 841,223	\$ 397,387	\$ 74,579
Special assessments receivable	-	-	-	-	-
Other receivables	13,003	-	-	-	-
Due from other funds	-	-	-	-	-
Total assets	<u>\$ 394,221</u>	<u>\$ 126,680</u>	<u>\$ 841,223</u>	<u>\$ 397,387</u>	<u>\$ 74,579</u>
<b>Liabilities:</b>					
Accounts payable	\$ 6,731	\$ 781	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>6,731</u>	<u>781</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>					
Restricted for:					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Community development	-	-	841,223	397,387	74,579
Other	-	125,899	-	-	-
Committed	387,490	-	-	-	-
Assigned	-	-	-	-	-
Total fund balances	<u>387,490</u>	<u>125,899</u>	<u>841,223</u>	<u>397,387</u>	<u>74,579</u>
Total liabilities and fund balances	<u>\$ 394,221</u>	<u>\$ 126,680</u>	<u>\$ 841,223</u>	<u>\$ 397,387</u>	<u>\$ 74,579</u>

(Continued)

**CEDAR CITY, UTAH**  
**Combining Balance Sheet**  
**Other Governmental Funds (Continued)**  
**June 30, 2013**

Special Revenue Funds, Continued							
	Aquatic Center	Task Force	Cedar Area Transit	Redevelopment Agency	RAP Sales Tax Fund	Golf Course Fund	
<b>Assets:</b>							
Cash and cash equivalents	\$ 43,612	\$ 183,469	\$ -	\$ 2,774,196	\$ 686,735	\$ 27,901	
Special assessments receivable	-	-	-	-	-	-	
Other receivables	-	28,429	23,509	116,901	81,413	2,780	
Due from other funds	-	-	-	-	-	-	
Total assets	\$ 43,612	\$ 211,898	\$ 23,509	\$ 2,891,097	\$ 768,148	\$ 30,681	
<b>Liabilities:</b>							
Accounts payable	\$ 43,384	\$ 3,637	\$ 9,258	\$ 36,828	\$ 11,400	\$ 19,141	
Due to other funds	-	-	14,251	-	-	-	
Unearned revenue	-	-	-	-	-	-	
Total liabilities	\$ 43,384	\$ 3,637	\$ 23,509	\$ 36,828	\$ 11,400	\$ 19,141	
<b>Fund balances:</b>							
Restricted for:							
Capital projects	-	-	-	-	-	-	
Debt service	-	-	-	-	-	-	
Community development	-	-	-	-	756,748	-	
Other	-	208,261	-	-	-	-	
Committed	228	-	-	2,854,269	-	11,540	
Assigned	-	-	-	-	-	-	
Total fund balances	228	208,261	-	2,854,269	756,748	11,540	
Total liabilities and fund balances	\$ 43,612	\$ 211,898	\$ 23,509	\$ 2,891,097	\$ 768,148	\$ 30,681	

(Continued)

**CEDAR CITY, UTAH**  
**Combining Balance Sheet**  
**Other Governmental Funds (Continued)**  
**June 30, 2013**

	Debt Service Funds							
	Bond Sinking Fund	Municipal Building Authority	Special Improve #93-1	Special Improve #95-2	Special Improve #97-1	Special Improve #98-1	Special Improve #2002-1	Special Improve Guarantee
<b>Assets:</b>								
Cash and cash equivalents	\$ 20,420	\$ 3,972	\$ -	\$ -	\$ 18	\$ 44	\$ 501	\$ 43,537
Special assessments receivable	-	-	251,399	3,943	50,823	111,184	413,986	-
Other receivables	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Total assets	\$ 20,420	\$ 3,972	\$ 251,399	\$ 3,943	\$ 50,841	\$ 111,228	\$ 414,487	\$ 43,537
<b>Liabilities:</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	-
Unearned revenue	-	-	251,399	3,943	50,823	111,184	413,986	-
Total liabilities	-	-	251,399	3,943	50,823	111,184	413,986	-
<b>Fund balances:</b>								
Restricted for:								
Capital projects	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	501	43,537
Community development	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	20,420	3,972	-	-	18	44	-	-
Total fund balances	20,420	3,972	-	-	18	44	501	43,537
Total liabilities and fund balances	\$ 20,420	\$ 3,972	\$ 251,399	\$ 3,943	\$ 50,841	\$ 111,228	\$ 414,487	\$ 43,537

(Continued)

**CEDAR CITY, UTAH**  
**Combining Balance Sheet**  
**Other Governmental Funds (Continued)**  
**June 30, 2013**

	Capital Projects Funds							Total Nonmajor Governmental Funds
	Coal Creek Flood Control Capital Project Fund	Cove Drive Capital Project Fund	Airport Construction Capital Project Fund	Capital Improvement	Ball Diamond Complex	Aquatic Center Capital Project Fund	South Interchange Capital Project Fund	
<b>Assets:</b>								
Cash and cash equivalents	\$ 360,656	\$ 12,915	\$ 4,131	\$ 2,655,378	\$ 5,802	\$ 10,200	\$ 274,497	\$ 8,929,071
Special assessments receivable	-	-	-	-	-	-	-	831,335
Other receivables	-	-	-	-	-	-	-	266,035
Due from other funds	-	-	-	304,000	-	-	-	304,000
Total assets	\$ 360,656	\$ 12,915	\$ 4,131	\$ 2,959,378	\$ 5,802	\$ 10,200	\$ 274,497	\$ 10,330,441
<b>Liabilities:</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,224	\$ 2,459	\$ 137,843
Due to other funds	-	-	-	-	-	-	-	14,251
Unearned revenue	-	-	-	-	-	-	-	831,335
Total liabilities	-	-	-	-	-	4,224	2,459	983,429
<b>Fund balances:</b>								
Restricted for:								
Capital projects	-	-	-	161,250	-	-	-	161,250
Debt service	-	-	-	-	-	-	-	44,038
Community development	-	-	-	-	-	-	-	2,069,937
Other	-	-	-	-	-	-	-	334,160
Committed	-	-	-	-	-	-	-	3,253,527
Assigned	360,656	12,915	4,131	2,798,128	5,802	5,976	272,038	3,484,100
Total fund balances	360,656	12,915	4,131	2,959,378	5,802	5,976	272,038	9,347,012
Total liabilities and fund balances	\$ 360,656	\$ 12,915	\$ 4,131	\$ 2,959,378	\$ 5,802	\$ 10,200	\$ 274,497	\$ 10,330,441

**CEDAR CITY, UTAH**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Other Governmental Funds**  
**For the Year Ended June 30, 2013**

	Special Revenue Funds				
	Airport	Downtown Parking	Transportation Impact Fees	Parks/ Recreation Impact Fees	Public Safety Impact Fees
<b>Revenues:</b>					
Taxes	\$ 22,359	\$ -	\$ -	\$ -	\$ -
Interest earnings	2,216	793	5,150	2,159	503
Intergovernmental revenues	25,000	-	-	-	-
Charges for services	247,465	36,849	-	-	-
Miscellaneous	71,424	-	122,883	133,992	32,014
Total revenues	<u>368,464</u>	<u>37,642</u>	<u>128,033</u>	<u>136,151</u>	<u>32,517</u>
<b>Expenditures:</b>					
Current					
Police protection	-	-	-	-	-
Other public safety and inspection services	-	-	-	-	5,021
Parks, cemetery and public property	-	21,991	-	-	-
Culture and recreation	-	-	-	-	-
Community and economic development	-	-	-	-	-
Transportation services	286,886	-	-	-	-
Capital outlay	11,166	-	-	9,119	-
Debt service:					
Principal retirements	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>298,052</u>	<u>21,991</u>	<u>-</u>	<u>9,119</u>	<u>5,021</u>
Excess of revenues over (under) expenditures	<u>70,412</u>	<u>15,651</u>	<u>128,033</u>	<u>127,032</u>	<u>27,496</u>
<b>Other financing sources (uses):</b>					
Operating transfers in	-	-	-	-	78,712
Operating transfers out	-	(8,600)	-	-	(84,912)
Total other financing sources (uses)	<u>-</u>	<u>(8,600)</u>	<u>-</u>	<u>-</u>	<u>(6,200)</u>
Net change in fund balance	70,412	7,051	128,033	127,032	21,296
Fund balance, beginning of year	317,078	118,848	713,190	270,355	53,283
Fund balance, end of year	<u>\$ 387,490</u>	<u>\$ 125,899</u>	<u>\$ 841,223</u>	<u>\$ 397,387</u>	<u>\$ 74,579</u>

(Continued)

**CEDAR CITY, UTAH**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Other Governmental Funds (Continued)**  
**For the Year Ended June 30, 2013**

Special Revenue Funds, Continued						
	Aquatic Center	Task Force	Cedar Area Transit	Redevelopment Agency	RAP Sales Tax Fund	Golf Course Fund
<b>Revenues:</b>						
Taxes	\$ -	\$ -	\$ -	\$ 321,886	\$ 439,025	\$ 7,168
Interest earnings	-	307	-	16,058	5,728	-
Intergovernmental revenues	125,000	56,459	117,071	7,336	-	-
Charges for services	413,495	-	31,609	327,581	-	607,220
Miscellaneous	1,114	27,732	-	4,500	-	-
Total revenues	539,609	84,498	148,680	677,361	444,753	614,388
<b>Expenditures:</b>						
Current						
Police protection	-	78,346	-	-	-	-
Other public safety and inspection services	-	-	-	-	-	-
Parks, cemetery and public property	-	-	-	-	-	-
Culture and recreation	942,364	-	-	-	-	610,775
Community and economic development	-	-	-	265,522	187,944	-
Transportation services	-	-	162,361	-	-	-
Capital outlay	2,590	-	51,082	304,277	-	185,584
Debt service:						
Principal retirements	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	944,954	78,346	213,443	569,799	187,944	796,359
Excess of revenues over (under) expenditures	(405,345)	6,152	(64,763)	107,562	256,809	(181,971)
<b>Other financing sources (uses):</b>						
Operating transfers in	405,173	-	64,763	8,600	-	433,658
Operating transfers out	-	-	-	-	(345,678)	-
Total other financing sources (uses)	405,173	-	64,763	8,600	(345,678)	433,658
Net change in fund balance	(172)	6,152	-	116,162	(88,869)	251,687
Fund balance, beginning of year	400	202,109	-	2,738,107	845,617	(240,147)
Fund balance, end of year	\$ 228	\$ 208,261	\$ -	\$ 2,854,269	\$ 756,748	\$ 11,540

(Continued)



**CEDAR CITY, UTAH**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Other Governmental Funds (Continued)**  
**For the Year Ended June 30, 2013**

	Debt Service Funds							
	Bond Sinking Fund	Municipal Building Authority	Special Improve #93-1	Special Improve #95-2	Special Improve #97-1	Special Improve #98-1	Special Improve #2002-1	Special Improve Guarantee
<b>Revenues:</b>								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest earnings	273	-	-	-	18	40	1	284
Intergovernmental revenues	85,090	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	7,180	9,187	71,181	-
Total revenues	85,363	-	-	-	7,198	9,227	71,182	284
<b>Expenditures:</b>								
Current								
Police protection	-	-	-	-	-	-	-	-
Other public safety and inspection services	-	-	-	-	-	-	-	-
Parks, cemetery and public property	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community and economic development	-	-	-	-	-	-	-	-
Transportation services	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Debt service:								
Principal retirements	1,255,000	-	-	-	-	-	188,000	-
Interest and fiscal charges	528,576	-	-	-	-	-	19,983	-
Total expenditures	1,783,576	-	-	-	-	-	207,983	-
Excess of revenues over (under) expenditures	(1,698,213)	-	-	-	7,198	9,227	(136,801)	284
<b>Other financing sources (uses):</b>								
Operating transfers in	1,696,163	1,067	-	-	-	-	136,801	137,380
Operating transfers out	-	-	-	-	(7,180)	(8,200)	-	(136,801)
Total other financing sources (uses)	1,696,163	1,067	-	-	(7,180)	(8,200)	136,801	579
Net change in fund balance	(2,050)	1,067	-	-	18	1,027	-	863
Fund balance, beginning of year	22,470	2,905	-	-	-	(983)	501	42,674
Fund balance, end of year	\$ 20,420	\$ 3,972	\$ -	\$ -	\$ 18	\$ 44	\$ 501	\$ 43,537

(Continued)

**CEDAR CITY, UTAH**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Other Governmental Funds (Continued)**  
**For the Year Ended June 30, 2013**

	Capital Projects Funds							Total Nonmajor Governmental Funds
	Coal Creek Flood Control Capital Project Fund	Cove Drive Capital Project Fund	Airport Construction Capital Project Fund	Capital Improvement	Ball Diamond Complex	Aquatic Center Capital Project Fund	South Interchange Capital Project Fund	
<b>Revenues:</b>								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 790,438
Interest earnings	-	-	-	22,899	-	-	118	56,547
Intergovernmental revenues	-	-	333,039	-	-	-	-	748,995
Charges for services	-	-	-	-	-	-	-	1,664,219
Miscellaneous	-	-	-	-	-	-	-	481,207
Total revenues	-	-	333,039	22,899	-	-	118	3,741,406
<b>Expenditures:</b>								
Current								
Police protection	-	-	-	-	-	-	-	78,346
Other public safety and inspection services	-	-	-	-	-	-	-	5,021
Parks, cemetery and public property	-	-	-	-	-	-	-	21,991
Culture and recreation	-	-	-	-	-	-	-	1,553,139
Community and economic development	-	-	-	-	-	-	-	453,466
Transportation services	-	-	-	-	-	-	-	449,247
Capital outlay	-	-	359,689	-	11,538	10,517	28,080	973,642
Debt service:								
Principal retirements	-	-	-	-	-	-	-	1,443,000
Interest and fiscal charges	-	-	-	-	-	-	-	548,559
Total expenditures	-	-	359,689	-	11,538	10,517	28,080	5,526,411
Excess of revenues over (under) expenditures	-	-	(26,650)	22,899	(11,538)	(10,517)	(27,962)	(1,785,005)
<b>Other financing sources (uses):</b>								
Operating transfers in	-	-	-	950,000	-	10,517	300,000	4,222,834
Operating transfers out	-	-	-	(987,406)	(5,689)	-	-	(1,584,466)
Total other financing sources (uses)	-	-	-	(37,406)	(5,689)	10,517	300,000	2,638,368
Net change in fund balance	-	-	(26,650)	(14,507)	(17,227)	-	272,038	853,363
Fund balance, beginning of year	360,656	12,915	30,781	2,973,885	23,029	5,976	-	8,493,649
Fund balance, end of year	\$ 360,656	\$ 12,915	\$ 4,131	\$ 2,959,378	\$ 5,802	\$ 5,976	\$ 272,038	\$ 9,347,012

## **FEDERAL AND STATE REPORTS**



MEMBERS:

CHAD B. ATKINSON, CPA  
KRIS J. BRAUNBERGER, CPA  
DEAN R. BURDICK, CPA  
ROBERT S. COX, CPA  
TODD B. FELTNER, CPA  
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MICHAEL K. SPILKER, CPA  
KEVIN L. STEPHENS, CPA  
MARK E. TICHENOR, CPA

**Independent Auditors' Report on Internal Control over  
Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Basic Financial Statements  
Performed in Accordance with *Government Auditing Standards***

To the Honorable Mayor and  
Members of the City Council  
Cedar City, Utah 84720

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Cedar City, Utah, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Cedar City's basic financial statements and have issued our report thereon dated January 31, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we have reported to the management of the City in our findings and recommendations letter dated January 31, 2014.

## **Cedar City, Utah's Response to Findings**

The City's response to the findings identified in our audit is included in the letter of response from management. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



HintonBurdick, PLLC  
Cedar City, Utah  
January 31, 2014



MEMBERS:

CHAD B. ATKINSON, CPA  
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MARK E. TICHENOR, CPA

**Independent Auditors' Report on Compliance  
For Each Major Program and On Internal Control  
Over Compliance Required by OMB Circular A-133**

To the Honorable Mayor and  
Members of the City Council  
Cedar City, Utah 84720

We have audited Cedar City, Utah's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Cedar City, Utah's major federal programs for the year ended June 30, 2013. Cedar City, Utah's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Cedar City, Utah's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Cedar City, Utah's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Cedar City, Utah's compliance.

***Opinion on Each Major Federal Program***

In our opinion, Cedar City, Utah complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year then ended June 30, 2013.

## Report on Internal Control Over Compliance

Management of Cedar City, Utah is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Cedar City, Utah's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Cedar City, Utah's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



HintonBurdick, PLLC  
Cedar City, Utah  
January 31, 2014

**CEDAR CITY, UTAH**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2013**

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**Section I – Summary of Auditors' Results**

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Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

- Material weakness (es) identified? ☐ Yes ☒ No
- Reportable condition(s) identified that are not considered to be material weaknesses? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

Federal Awards

Internal Control over major programs:

- Material weakness (es) identified? ☐ Yes ☒ No
- Reportable condition(s) identified that are not considered to be material weaknesses? ☐ Yes ☒ None reported

Type of auditor's report issued on compliance  
for major programs:

Unmodified

Any audit findings disclosed that are required to be reported  
in accordance with section 510(a) of Circular A-133?

☐ Yes ☒ No

Identification of major programs

CFDA Number(s)

Name of Federal Program or Cluster

20.106

Airport Improvement Program

Dollar threshold used to distinguish between type  
A and type B programs:

\$ 300,000

Auditee qualified as low-risk auditee?

☒ yes ☐ No



**CEDAR CITY, UTAH**  
**Schedule of Findings and Questioned Costs, Continued**  
**For the Year Ended June 30, 2013**

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**Section II – Financial Statement Findings**

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No significant matters were noted.

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**Section III – Federal Award Findings and Questioned Costs**

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No significant matters were noted.

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**Section IV – Summary Schedule of Prior Audit Findings**

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No significant matters were noted.

**CEDAR CITY, UTAH**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2013**

<b>Grantor Agency</b>	<b>Federal CFDA Number</b>	<b>Grantor's Number</b>	<b>Expenditures</b>
<b>U.S. Department of Housing and Urban Development</b>			
<b>Passed through Utah Division of Housing     and Community Development:</b>			
Community Development Block Grant	14.228		<u>263,449</u>
<b>U.S. Department of Justice</b>			
<b>Bureau of Justice Assistance</b>			
Edward Byrne Memorial Justice Assistance	16.738		<u>27,961</u>
<b>U.S. Department of Transportation</b>			
<b>Federal Aviation Administration</b>			
<b>Passed through Utah Department of Transportation:</b>			
Airport Improvement Program	20.106		<u>333,039</u>
<b>U.S. Department of Health and Human Services</b>			
<b>Substance Abuse &amp; Mental Health Services Administration:</b>			
Drug Free Community Grant	93.276		<u>16,744</u>
<b>U.S. Department of Homeland Security:</b>			
Volunteer Grant	97.044		56,503
Assistance to Firefighters Grant	97.044		<u>13,734</u>
Total U.S. Department of Homeland Security			<u>70,237</u>
Total expenditure of federal awards			<u><u>\$ 711,430</u></u>

**CEDAR CITY, UTAH**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2013**

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**Note 1      General**

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The schedule of expenditures of federal awards presents the activity of all federal award programs of Cedar City, Utah (City). The City reporting entity is defined in Note 1 to the City's financial statements. All federal awards received directly from federal agencies as well as federal awards passed through from other government agencies are included on the schedule. Of the federal expenditures presented in the schedule, the City provided \$263,449 of federal awards to sub recipients.

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**Note 2.      Basis of Presentation**

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The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting for assistance received by governmental fund types, which is described in Note 1 to the City's financial statements.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the "susceptible to accrual" criteria are met. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other grant requirements have been met.



MEMBERS:

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DEAN R. BURDICK, CPA  
ROBERT S. COX, CPA  
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MICHAEL K. SPILKER, CPA  
KEVIN L. STEPHENS, CPA  
MARK E. TICHENOR, CPA

**Independent Auditors' Report on Compliance and on  
Internal Controls Over Compliance in Accordance  
with the *State of Utah Legal Compliance Audit Guide***

To the Honorable Mayor and  
Members of the City Council  
Cedar City, Utah

**REPORT ON COMPLIANCE**

We have audited Cedar City's compliance with the general State program compliance requirements described in the *State of Utah Legal Compliance Audit Guide* for the year ended June 30, 2013.

The general compliance requirements applicable to the City are identified as follows:

Cash Management	Government Records Access Management Act
Budgetary Compliance	Conflicts of Interest
Fund Balance	Nepotism
Impact Fees	Utah Public Finance Website
Utah Retirement System Compliance	Open and Public Meetings Act
Transfers from Utility Enterprise Funds	

The City received the following major assistance programs from the State of Utah:

C Road Funds (Department of Transportation)

***Management's Responsibility***

Compliance with the requirements referred to above is the responsibility of the City's management.

***Auditor's Responsibility***

Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the *State of Utah Legal Compliance Audit Guide*. Those standards and the *State of Utah Legal Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the City and its major programs occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

### ***Opinion***

In our opinion, Cedar City complied, in all material respects, with the general compliance requirements identified above for the year ended June 30, 2013.

### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the *State of Utah Legal Compliance Audit Guide* and which are described in the accompanying schedule of findings and recommendations as items 13-01 and 13-02.

### ***REPORT ON INTERNAL CONTROL OVER COMPLIANCE***

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered the City's internal control over compliance to determine the auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

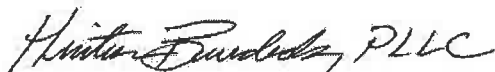
*A deficiency in internal control over compliance* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses in internal control over compliance. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

We did note certain deficiencies, which we are submitting for your consideration. These matters are described in the accompanying findings and recommendations letter.

### ***City's Response to Findings***

The City's response to the findings identified in our audit is described in the accompanying letter to management. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.



HintonBurdick, PLLC  
January 31, 2014



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**Findings and Recommendations  
For the Year Ended June 30, 2013**

Honorable Mayor and City Council  
Cedar City, Utah

Ladies and Gentlemen:

Professional standards require that we communicate, in writing, deficiencies in internal control over financial reporting that are considered significant deficiencies or material weaknesses that are identified during the audit of the financial statements. During our audit of the funds of Cedar City, Utah for the fiscal year ended June 30, 2013 we noted improvements in the City's accounting and budgeting system and wish to commend the City for their achievements. We noted some areas needing corrective action in order for the City to be in compliance with laws and regulations. These items are discussed below for your consideration.

**Internal Control over Financial Reporting:**

**Material Weaknesses:** None noted

**Significant Deficiencies:** None noted

**COMPLIANCE AND OTHER MATTERS**

**Compliance Findings:**

13.01 Deposit and Investment Report Form

Public treasurers are required to file a "Deposit and Investment Report Form" with the Money Management Council each year (UCA 51-7-15(3)). This report contains information about the deposits and investments of that public treasurer. The Council uses this form to determine if the entity is in compliance with the Money Management Act. We noted that the amount reported for one of the City's accounts was not correct.

Recommendation

We recommend the City review its procedures for preparing the Deposit and Investment Report Form to ensure the correct amounts are reported to the Money Management Council.

### 13.02 Use of Utility Fund Services

Utah Code 10-6-135 indicates that departments of the City should pay for utility services at the same rate charged to other customers. If a City's departments are not being charged for the utility services, the rate payers should be notified and a public hearing held. Apparently, the City has not charged its departments for water, sewer, irrigation, garbage, or drainage and has not notified the rate payers or held a public hearing.

#### Recommendation

We recommend the City either charge its departments for utility services at the same rate as other utility users or hold a public hearing and notify rate payers that the City's departments are not being charged.

#### **Other Matters: None Noted**

Please respond to the above Findings and Recommendations in letter form for submission to the Utah State Auditor's office as required by State law.

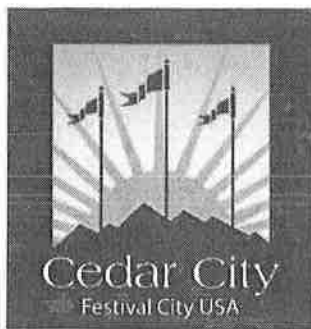
This report is intended solely for the information and use of the mayor, city council, management, and various federal and state agencies and is not intended to be, and should not be, used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

It has been a pleasure to be of service to the City this past year. We would like to express special thanks to all those who assisted us in this year's audit. We invite you to ask questions of us throughout the year and we look forward to a continued professional relationship.

Sincerely,



HintonBurdick, PLLC  
January 31, 2014



# Cedar City

10 North Main Street • Cedar City, UT 84720  
435-586-2950 • FAX 435-586-4362  
[www.cedarcity.org](http://www.cedarcity.org)

**Mayor**  
Maile L. Wilson

**Council Members**  
Ronald R. Adams  
John Black  
Paul Cozzens  
Don Marchant  
Fred C Rowley

**City Manager**  
Rick Holman

February 5, 2014

Hinton, Burdick, Hall & Spilker, PLLC  
239 South Main, Ste. 100  
Cedar City, UT 84720

Dear Hinton, Burdick, Hall & Spilker, PLLC:

As a result of Cedar City Corporation's (the City's) June 30, 2013 fiscal year audit, the City responds as follows to the items in the findings and recommendations letter dated February 1, 2014.

Deposit and Investment Report Form

The City intends to accurately report account balances to remain in compliance with the Money Management Act. City staff will make additional efforts to verify account balances before submitting the "Deposit and Investment Report Form" to the Money Management Council.

Use of Utility Fund Services

City staff will review Utah Code 10-6-135 during the City's annual budget process and take appropriate measures to implement proper notification and budgeting of utility resources.

If the City can be of further assistance or provide additional information relative to these findings, please call me at 865-5104.

Sincerely,

  
Jason Norris  
Finance Director